

## GENERAL GOVERNMENT

## EXECUTIVE BUDGET BILL

A bill to make, supplement, and adjust appropriations for the departments of attorney general, civil rights, civil service, information technology, management and budget, state, and treasury, the executive office, and the legislative branch for the fiscal year ending September 30, 2008; to provide for the expenditure of these appropriations; to provide for the funding of certain work projects; to provide for the imposition of certain fees; to establish or continue certain funds, programs, and categories; to transfer certain funds; to prescribe certain requirements for bidding on state contracts; to provide for disposition of year-end balances; to prescribe the powers and duties of certain principal executive departments and state agencies, officials, and employees; and to provide for the disposition of fees and other income received by the various principal executive departments and state agencies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

## PART 1

## LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this bill, the amounts listed in this part are appropriated for the departments of attorney general, civil rights, civil service, information technology, management and budget, state, and treasury, the executive office, the legislative branch, and certain other state purposes, for the fiscal year ending September 30, 2008, from the funds indicated in this part. The following is a summary of the appropriations in this part:

1	<b>TOTAL GENERAL GOVERNMENT</b>	
2	APPROPRIATION SUMMARY:	
3	Full-time equated unclassified positions .....	49.0
4	Full-time equated classified positions .....	7,331.9
5	GROSS APPROPRIATION.....	\$ 3,172,936,600
6	Interdepartmental grant revenues:	
7	Total interdepartmental grants and intradepartmental	
8	transfers .....	631,919,000
9	ADJUSTED GROSS APPROPRIATION.....	\$ 2,541,017,600
10	Federal revenues:	
11	Total federal revenues.....	108,144,700
12	Special revenue funds:	
13	Total local revenues.....	2,800,700
14	Total private revenues.....	1,262,900
15	Total other state restricted revenues.....	1,747,799,800
16	State general fund/general purpose.....	\$ 681,009,500
17	<b>Sec. 102. DEPARTMENT OF ATTORNEY GENERAL</b>	
18	<b>(1) APPROPRIATION SUMMARY</b>	
19	Full-time equated unclassified positions .....	6.0
20	Full-time equated classified positions .....	556.0
21	GROSS APPROPRIATION.....	\$ 76,232,400
22	Interdepartmental grant revenues:	
23	Total interdepartmental grants and intradepartmental	
24	transfers .....	25,839,900
25	ADJUSTED GROSS APPROPRIATION.....	\$ 50,392,500
26	Federal revenues:	
27	Total federal revenues.....	7,913,900
28	Special revenue funds:	
29	Total local revenues.....	0

1	Total private revenues.....	0
2	Total other state restricted revenues.....	9,613,100
3	State general fund/general purpose.....	\$ 32,865,500
4	<b>(2) ATTORNEY GENERAL OPERATIONS</b>	
5	Full-time equated unclassified positions .....	6.0
6	Full-time equated classified positions .....	556.0
7	Attorney general.....	124,900
8	Unclassified positions--5.0 FTE positions.....	476,300
9	Attorney general operations--519.0 FTE positions.....	69,876,100
10	Child support enforcement--25.0 FTE positions.....	2,967,900
11	Prosecuting attorneys coordinating council--12.0 FTE	
12	positions .....	<u>2,019,300</u>
13	GROSS APPROPRIATION.....	\$ 75,464,400
14	Appropriated from:	
15	Interdepartmental grant revenues:	
16	IDG from MDCH, health services.....	1,840,200
17	IDG from MDCH, Medicaid.....	300,000
18	IDG from MDCH, WIC.....	70,000
19	IDG from DOC - Joshua project.....	500,000
20	IDG from DOC.....	279,100
21	IDG from MDE.....	50,000
22	IDG from MDEQ.....	1,740,000
23	IDG from MDHS.....	3,329,300
24	IDG from MDLEG, career development services.....	186,100
25	IDG from MDLEG, children's protection registry.....	36,200
26	IDG from MDLEG, financial and insurance services.....	1,032,100
27	IDG from MDLEG, homeowners lien recovery fund.....	304,900
28	IDG from MDLEG, licensing and regulation fees.....	175,700
29	IDG form MDLEG, liquor control commission.....	330,800

1	IDG from MDLEG, public utility assessments.....	1,721,300
2	IDG from MDLEG, remonumentation fees.....	77,500
3	IDG from MDLEG, unemployment insurance agency.....	3,791,500
4	IDG from MDMB, risk management revolving fund.....	1,086,700
5	IDG from DMVA.....	118,900
6	IDG from MDOT, comprehensive transportation fund.....	159,000
7	IDG from MDOT, state aeronautics fund.....	156,900
8	IDG from MDOT, state trunkline fund.....	2,807,200
9	IDG from MDSP.....	279,100
10	IDG from MDSP, Michigan justice training fund.....	325,000
11	IDG from Michigan gaming control board.....	1,085,300
12	IDG from treasury.....	3,927,900
13	IDG from treasury, strategic fund.....	129,200
14	Federal revenues:	
15	DAG, state administrative match grant/food stamps.....	387,700
16	DOL-OSHA, occupational safety and health.....	97,900
17	Federal funds.....	2,485,800
18	HHS, medical assistance, medigrant.....	649,200
19	HHS-OS, state Medicaid fraud control units.....	4,293,300
20	Special revenue funds:	
21	Antitrust enforcement collections.....	650,000
22	Attorney general's operations fund.....	873,400
23	Auto repair facilities fees.....	233,600
24	Franchise fees.....	299,200
25	Game and fish protection fund.....	767,800
26	Liquor purchase revolving fund.....	1,059,600
27	Manufactured housing fees.....	196,300
28	Merit award trust fund.....	406,700
29	Michigan state housing development authority fees.....	516,800

1	Prisoner reimbursement.....	460,800
2	Prosecuting attorneys training fees.....	375,000
3	Real estate enforcement fund.....	51,700
4	Retirement funds.....	754,600
5	Second injury fund.....	999,800
6	Self-insurers security fund.....	174,400
7	Silicosis and dust disease fund.....	533,700
8	State building authority revenue.....	98,200
9	State lottery fund.....	248,700
10	Utility consumers fund.....	559,700
11	Waterways fund.....	100,200
12	Worker's compensation administrative revolving fund...	252,900
13	State general fund/general purpose.....	\$ 32,097,600
14	<b>(3) INFORMATION TECHNOLOGY</b>	
15	Information technology services and projects.....	\$ 767,900
16	GROSS APPROPRIATION.....	\$ 767,900
17	Appropriated from:	
18	Special revenue funds:	
19	State general fund/general purpose.....	\$ 767,900
20		
21	<b>Sec. 103. DEPARTMENT OF CIVIL RIGHTS</b>	
22	<b>(1) APPROPRIATION SUMMARY</b>	
23	Full-time equated unclassified positions .....	5.0
24	Full-time equated classified positions .....	136.0
25	GROSS APPROPRIATION.....	\$ 14,490,700
26	Interdepartmental grant revenues:	
27	Total interdepartmental grants and intradepartmental	
28	transfers .....	0
29	ADJUSTED GROSS APPROPRIATION.....	\$ 14,490,700

1	Federal revenues:	
2	Total federal revenues .....	2,054,100
3	Special revenue funds:	
4	Total local revenues .....	0
5	Total private revenues .....	0
6	Total other state restricted revenues .....	0
7	State general fund/general purpose .....	\$ 12,436,600
8	<b>(2) CIVIL RIGHTS OPERATIONS</b>	
9	Full-time equated unclassified positions .....5.0	
10	Full-time equated classified positions .....136.0	
11	Unclassified positions--5.0 FTE positions .....	264,100
12	Civil rights operations--136.0 FTE positions .....	13,433,100
13	Human resources optimization user charges .....	<u>8,700</u>
14	GROSS APPROPRIATION .....	\$ 13,705,900
15	Appropriated from:	
16	Federal revenues:	
17	EEOC, state and local antidiscrimination agency	
18	contracts .....	1,283,500
19	HUD, grant .....	770,600
20	Special revenue funds:	
21	State general fund/general purpose .....	\$ 11,651,800
22	<b>(3) INFORMATION TECHNOLOGY</b>	
23	Information technology services and projects .....	<u>\$ 784,800</u>
24	GROSS APPROPRIATION .....	\$ 784,800
25	Appropriated from:	
26	Special revenue funds:	
27	State general fund/general purpose .....	\$ 784,800
28		
29	<b>Sec. 104. DEPARTMENT OF CIVIL SERVICE</b>	

1	<b>(1) APPROPRIATION SUMMARY</b>	
2	Full-time equated classified positions .....	240.5
3	GROSS APPROPRIATION.....	\$ 36,985,400
4	Interdepartmental grant revenues:	
5	Total interdepartmental grants and intradepartmental	
6	transfers .....	5,875,900
7	ADJUSTED GROSS APPROPRIATION.....	\$ 31,109,500
8	Federal revenues:	
9	Total federal revenues.....	4,779,100
10	Special revenue funds:	
11	Total local revenues.....	1,700,000
12	Total private revenues.....	150,000
13	Total other state restricted revenues.....	17,671,800
14	State general fund/general purpose.....	\$ 6,808,600
15	<b>(2) CIVIL SERVICE OPERATIONS</b>	
16	Full-time equated classified positions .....	240.5
17	Agency services--118.5 FTE positions.....	13,255,400
18	Executive direction --45.0FTE positions.....	8,330,000
19	Employee benefits--31.0 FTE positions.....	5,873,200
20	Audit and compliance--16.0 FTE positions.....	2,168,900
21	Training.....	1,300,000
22	Human resources optimization--30.0 FTE positions.....	<u>2,205,000</u>
23	GROSS APPROPRIATION.....	\$ 33,132,500
24	Appropriated from:	
25	Interdepartmental grant revenues:	
26	IDG, training charges.....	1,300,000
27	IDG, 1% special funds.....	1,300,000
28	IDG, human resources optimization user charges.....	2,205,000
29	Federal revenues:	

1	Federal funds 1%.....	3,637,100
2	Special revenue funds:	
3	Local funds 1%.....	1,700,000
4	Private funds 1%.....	150,000
5	Freedom of information fees.....	1,100
6	State restricted funds 1%.....	8,134,900
7	State sponsored group insurance.....	2,650,000
8	State sponsored group insurance, flexible spending	
9	accounts and COBRA .....	5,873,200
10	State general fund/general purpose..... \$	6,181,200
11	<b>(3) INFORMATION TECHNOLOGY</b>	
12	Information technology services and projects..... \$	<u>3,852,900</u>
13	GROSS APPROPRIATION..... \$	3,852,900
14	Appropriated from:	
15	Interdepartmental grant revenues:	
16	IDG, human resources optimization user charges.....	1,070,900
17	Federal revenues:	
18	Federal funds 1%.....	1,142,000
19	Special revenue funds:	
20	State restricted funds 1%.....	872,300
21	State sponsored group insurance, flexible spending	
22	accounts and COBRA .....	140,300
23	State general fund/general purpose..... \$	627,400
24		
25	<b>Sec. 105. EXECUTIVE OFFICE</b>	
26	<b>(1) APPROPRIATION SUMMARY</b>	
27	Full-time equated unclassified positions .....10.0	
28	Full-time equated classified positions .....74.2	
29	GROSS APPROPRIATION..... \$	5,509,900



1	Interdepartmental grant revenues:		
2	Total interdepartmental grants and intradepartmental		
3	transfers .....		0
4	ADJUSTED GROSS APPROPRIATION.....	\$	5,509,900
5	Federal revenues:		
6	Total federal revenues .....		0
7	Special revenue funds:		
8	Total local revenues .....		0
9	Total private revenues .....		0
10	Total other state restricted revenues .....		0
11	State general fund/general purpose .....	\$	5,509,900
12	<b>(2) EXECUTIVE OFFICE OPERATIONS</b>		
13	Full-time equated unclassified positions .....10.0		
14	Full-time equated classified positions .....74.2		
15	Governor .....		177,000
16	Lieutenant governor .....		123,900
17	Executive office--74.2 FTE positions .....		4,359,200
18	Unclassified positions--8.0 FTE positions .....		849,800
19	GROSS APPROPRIATION .....	\$	5,509,900
20	Appropriated from:		
21	Special revenue funds:		
22	State general fund/general purpose .....	\$	5,509,900
23			
24	<b>Sec. 106. DEPARTMENT OF INFORMATION TECHNOLOGY</b>		
25	<b>(1) APPROPRIATION SUMMARY</b>		
26	Full-time equated unclassified positions .....6.0		
27	Full-time equated classified positions .....1,774.4		
28	GROSS APPROPRIATION .....	\$	409,960,100
29	Interdepartmental grant revenues:		

1	Total interdepartmental grants and intradepartmental	
2	transfers .....	409,960,100
3	ADJUSTED GROSS APPROPRIATION.....	\$ 0
4	Federal revenues:	
5	Total federal revenues.....	0
6	Special revenue funds:	
7	Total local revenues.....	0
8	Total private revenues.....	0
9	Total other state restricted revenues.....	0
10	State general fund/general purpose.....	\$ 0
11	<b>(2) ADMINISTRATION</b>	
12	Full-time equated unclassified positions .....	6.0
13	Full-time equated classified positions .....	1,774.4
14	Unclassified positions--6.0 FTE positions.....	300,000
15	Enterprisewide services--75.0 FTE positions.....	22,980,300
16	Health and human services--773.6 FTE positions.....	229,046,100
17	Education services--38.9 FTE positions.....	3,572,300
18	Public protection--302.0 FTE positions.....	48,495,400
19	Resources services--171.1 FTE positions.....	17,716,800
20	Transportation services--107.0 FTE positions.....	28,145,500
21	General services--306.8 FTE positions.....	<u>59,703,700</u>
22	GROSS APPROPRIATION.....	\$ 409,960,100
23	Appropriated from:	
24	Interdepartmental grant revenues:	
25	IDG from department of agriculture.....	1,571,500
26	IDG from department of attorney general.....	767,900
27	IDG from department of civil rights.....	784,800
28	IDG from department of civil service.....	3,852,900
29	IDG from department of community health.....	33,075,600

1	IDG from department of corrections.....	17,639,900
2	IDG from department of education.....	2,829,700
3	IDG from department of environmental quality.....	7,466,300
4	IDG from Michigan gaming control board.....	1,320,000
5	IDG from department of history, arts, and libraries...	1,099,200
6	IDG from department of human services.....	154,450,500
7	IDG from department of labor and economic growth.....	42,899,100
8	IDG from bureau of state lottery.....	4,549,600
9	IDG from department of management and budget.....	28,912,800
10	IDG from department of military and veterans affairs..	1,187,500
11	IDG from department of natural resources.....	9,206,200
12	IDG from department of state.....	24,415,600
13	IDG from department of state police.....	28,546,700
14	IDG from department of transportation.....	28,483,300
15	IDG from department of treasury.....	16,901,000
16	Special revenue funds:	
17	State general fund/general purpose..... \$	0
18		
19	<b>Sec. 107. LEGISLATURE</b>	
20	<b>(1) APPROPRIATION SUMMARY</b>	
21	GROSS APPROPRIATION..... \$	116,576,400
22	Interdepartmental grant revenues:	
23	Total interdepartmental grants and intradepartmental	
24	transfers .....	0
25	ADJUSTED GROSS APPROPRIATION..... \$	116,576,400
26	Federal revenues:	
27	Total federal revenues.....	0
28	Special revenue funds:	
29	Total local revenues.....	0

1	Total private revenues.....	400,000
2	Total other state restricted revenues.....	1,109,800
3	State general fund/general purpose.....	\$ 115,066,600
4	<b>(2) LEGISLATURE</b>	
5	Senate.....	\$ 30,285,900
6	Senate automated data processing.....	2,683,800
7	Senate fiscal agency.....	3,223,500
8	House of representatives.....	46,893,200
9	House automated data processing.....	2,131,500
10	House fiscal agency.....	<u>3,119,100</u>
11	GROSS APPROPRIATION.....	\$ 88,337,000
12	Appropriated from:	
13	Special revenue funds:	
14	State general fund/general purpose.....	\$ 88,337,000
15	<b>(3) LEGISLATIVE COUNCIL</b>	
16	Legislative council.....	\$ 10,520,100
17	Legislative service bureau automated data processing..	1,447,200
18	Worker's compensation.....	140,000
19	National association dues.....	<u>103,000</u>
20	GROSS APPROPRIATION.....	\$ 12,210,300
21	Appropriated from:	
22	Special revenue funds:	
23	Private - gifts and bequests revenues.....	400,000
24	State general fund/general purpose.....	\$ 11,810,300
25	<b>(4) LEGISLATIVE RETIREMENT SYSTEM</b>	
26	General nonretirement expenses.....	<u>\$ 4,533,900</u>
27	GROSS APPROPRIATION.....	\$ 4,533,900
28	Appropriated from:	
29	Special revenue funds:	

1	Court fees.....	1,109,800
2	State general fund/general purpose..... \$	3,424,100
3	<b>(5) PROPERTY MANAGEMENT</b>	
4	Capitol building..... \$	2,363,700
5	Cora Anderson building.....	8,163,600
6	Farnum building and other properties.....	<u>967,900</u>
7	GROSS APPROPRIATION..... \$	11,495,200
8	Appropriated from:	
9	Special revenue funds:	
10	State general fund/general purpose..... \$	11,495,200
11		
12	<b>Sec. 108 LESIGLATIVE AUDITOR GENERAL</b>	
13	<b>(1) APPROPRIATION SUMMARY</b>	
14	GROSS APPROPRIATION..... \$	16,347,500
15	Interdepartmental grant revenues:	
16	Total interdepartmental grants and intradepartmental	
17	transfers .....	1,801,500
18	ADJUSTED GROSS APPROPRIATION..... \$	14,546,000
19	Federal revenues:	
20	Total federal revenues.....	0
21	Special revenue funds:	
22	Total local revenues.....	0
23	Total private revenues.....	0
24	Total other state restricted revenues.....	1,539,900
25	State general fund/general purpose..... \$	13,006,100
26	<b>(2) OFFICE OF THE AUDITOR GENERAL</b>	
27	Unclassified positions..... \$	313,500
28	Field operations.....	<u>16,034,000</u>
29	GROSS APPROPRIATION..... \$	16,347,500

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG from MDCS.....	107,900
4	IDG form MDLEG, liquor purchase revolving fund.....	11,300
5	IDG from MDOT, comprehensive transportation fund.....	25,200
6	IDG from MDOT, Michigan transportation fund.....	204,300
7	IDG from MDOT, state aeronautics fund.....	19,600
8	IDG from MDOT, state trunkline fund.....	474,600
9	IDG, single audit act.....	958,600
10	Special revenue funds:	
11	Cadillac local development finance authority.....	12,000
12	Clean Michigan initiative implementation bond.....	37,500
13	Commercial mobile radio system emergency telephone fund	37,500
14	Construction lien fund.....	7,200
15	Contract audit administration fees.....	52,700
16	Correctional industries revolving fund.....	31,300
17	Fee adequacy, air quality delegated authority.....	9,400
18	Game and fish protection fund.....	21,400
19	Legislative retirement system.....	18,700
20	Marine safety fund.....	1,900
21	Michigan economic development corporation.....	41,200
22	Michigan education trust fund.....	30,000
23	Michigan justice training commission fund.....	28,100
24	Michigan state fair revolving fund.....	33,000
25	Michigan state housing development authority fees.....	22,100
26	Michigan strategic fund.....	87,500
27	Michigan tobacco settlement authority.....	75,000
28	Michigan veterans trust fund.....	24,400
29	Motor transport revolving fund.....	4,700

1	Office services revolving fund.....	6,800
2	State disbursement unit, office of child support.....	25,000
3	State services fee fund.....	926,900
4	Waterways fund.....	5,600
5	State general fund/general purpose.....	\$ 13,006,100
6		
7	<b>Sec. 109. DEPARTMENT OF MANAGEMENT AND BUDGET</b>	
8	<b>(1) APPROPRIATION SUMMARY</b>	
9	Full-time equated unclassified positions .....7.0	
10	Full-time equated classified positions .....747.5	
11	GROSS APPROPRIATION.....	\$ 474,821,000
12	Interdepartmental grant revenues:	
13	Total interdepartmental grants and intradepartmental	
14	transfers .....	156,810,200
15	ADJUSTED GROSS APPROPRIATION.....	\$ 318,010,800
16	Federal revenues:	
17	Total federal revenues.....	0
18	Special revenue funds:	
19	Total local revenues .....	0
20	Total private revenues.....	0
21	Total other state restricted revenues.....	50,152,200
22	State general fund/general purpose.....	\$ 267,858,600
23	<b>(2) MANAGEMENT AND BUDGET SERVICES</b>	
24	Full-time equated unclassified positions .....6.0	
25	Full-time equated classified positions .....584.0	
26	Unclassified positions--6.0 FTE positions.....	621,800
27	Executive operations--20.5 FTE positions.....	2,449,100
28	Administrative services--60.5 FTE positions.....	6,472,500
29	Budget and financial management--112.5 FTE positions..	10,632,000

1	Office of the state employer--23.0 FTE positions.....	2,810,100
2	Design and construction services--40.0 FTE positions..	5,337,400
3	Business support services--86.5 FTE positions.....	8,029,800
4	Building operation services--241.0 FTE positions.....	88,294,800
5	Building occupancy charges, rent, and utilities.....	4,203,000
6	Human resources optimization user charges.....	66,000
7	Motor vehicle fleet.....	<u>56,861,600</u>
8	GROSS APPROPRIATION.....	\$ 185,778,100
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	IDG from building occupancy and parking charges.....	91,136,800
12	IDG from department of labor and economic growth.....	100,000
13	IDG from MDCH.....	433,300
14	IDG from MDHS.....	170,500
15	IDG from MDOT, comprehensive transportation fund.....	60,000
16	IDG from MDOT, state aeronautics fund.....	37,600
17	IDG from MDOT, state trunkline fund.....	1,454,700
18	IDG from motor transport fund.....	56,861,600
19	IDG from user fees.....	5,335,100
20	Special revenue funds:	
21	Game and fish protection fund.....	268,800
22	Health management funds.....	1,719,600
23	Marine safety fund.....	23,300
24	Special revenue, internal service, and pension trust	
25	funds .....	9,013,600
26	State building authority revenue.....	621,200
27	State lottery fund.....	110,700
28	State services fee fund.....	74,000
29	Waterways fund.....	61,600



1	State general fund/general purpose.....	\$	18,295,700
2	<b>(3) STATEWIDE APPROPRIATIONS</b>		
3	Professional development fund - MPES.....	\$	50,000
4	Professional development fund - AFSCME.....		125,000
5	Professional development fund - NERE.....		38,000
6	Professional development fund - MSC.....		<u>116,000</u>
7	GROSS APPROPRIATION.....	\$	329,000
8	Appropriated from:		
9	Interdepartmental grant revenues:		
10	IDG from employer contributions.....		329,000
11	Special revenue funds:		
12	State general fund/general purpose.....	\$	0
13	<b>(4) SPECIAL PROGRAMS</b>		
14	Full-time equated classified positions .....		154.5
15	Building occupancy charges - property management		
16	services for executive/legislative building		
17	occupancy .....		1,854,100
18	Retirement services--140.5 FTE positions.....		16,793,100
19	Office of children's ombudsman--14.0 FTE positions....		<u>1,431,500</u>
20	GROSS APPROPRIATION.....	\$	20,078,700
21	Appropriated from:		
22	Special revenue funds:		
23	Deferred compensation.....		1,542,400
24	Pension trust funds.....		15,250,700
25	State general fund/general purpose.....	\$	3,285,600
26	<b>(5) STATE FAIR</b>		
27	Full-time equated unclassified positions .....		1.0
28	Full-time equated classified positions .....		9.0
29	Unclassified positions--1.0 FTE position.....		101,000

1	Michigan state fair operations--9.0 FTE positions.....	6,399,300
2	Michigan state fair information technology.....	<u>88,800</u>
3	GROSS APPROPRIATION.....	\$ 6,589,100
4	Appropriated from:	
5	Special revenue funds:	
6	State exposition and fairgrounds fund.....	6,589,100
7	State general fund/general purpose.....	\$ 0
8	<b>(6) INFORMATION TECHNOLOGY</b>	
9	Information technology services and projects.....	<u>\$ 28,824,000</u>
10	GROSS APPROPRIATION.....	\$ 28,824,000
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG from building occupancy and parking charges.....	654,100
14	IDG from MDOT, comprehensive transportation fund.....	2,100
15	IDG from MDOT, state aeronautics fund.....	1,100
16	IDG from MDOT, state trunkline fund.....	47,500
17	IDG from user fees.....	186,800
18	Special revenue funds:	
19	Deferred compensation.....	2,600
20	Game and fish protection fund.....	9,800
21	Health management funds.....	41,700
22	Marine safety fund.....	900
23	MAIN user charges.....	3,929,200
24	Pension trust funds.....	6,802,100
25	Special revenue, internal service, and pension trust	
26	funds .....	2,554,600
27	State building authority revenue.....	9,700
28	State lottery fund.....	4,600
29	Waterways fund.....	2,000

1	State general fund/general purpose.....	\$	14,575,200
2	<b>(7) STATE BUILDING AUTHORITY RENT</b>		
3	State building authority rent - state agencies.....	\$	67,071,300
4	State building authority rent - department of		
5	corrections .....		46,900,900
6	State building authority rent - universities.....		100,039,400
7	State building authority rent - community colleges....		<u>19,210,500</u>
8	GROSS APPROPRIATION.....	\$	233,222,100
9	Appropriated from:		
10	Special revenue funds:		
11	State lottery fund.....		1,520,000
12	State general fund/general purpose.....	\$	231,702,100
13			
14	<b>Sec. 110. DEPARTMENT OF STATE</b>		
15	<b>(1) APPROPRIATION SUMMARY</b>		
16	Full-time equated unclassified positions .....	6.0	
17	Full-time equated classified positions .....	1,853.8	
18	GROSS APPROPRIATION.....	\$	207,871,200
19	Interdepartmental grant revenues:		
20	Total interdepartmental grants and intradepartmental		
21	transfers .....		20,000,000
22	ADJUSTED GROSS APPROPRIATION.....	\$	187,871,200
23	Federal revenues:		
24	Total federal revenues.....		1,561,200
25	Special revenue funds:		
26	Total local revenues.....		0
27	Total private revenues.....		100
28	Total other state restricted revenues.....		156,972,900
29	State general fund/general purpose.....	\$	29,337,000

1	<b>(2) EXECUTIVE DIRECTION</b>	
2	Full-time equated unclassified positions .....	6.0
3	Full-time equated classified positions .....	30.2
4	Secretary of state.....	124,900
5	Unclassified positions--5.0 FTE positions.....	459,200
6	Operations--30.2 FTE positions.....	<u>2,832,600</u>
7	GROSS APPROPRIATION.....	\$ 3,416,700
8	Appropriated from:	
9	Special revenue funds:	
10	Auto repair facilities fees.....	60,500
11	Driver fees.....	127,200
12	Expedient service fees.....	54,100
13	Parking ticket court fines.....	8,300
14	Personal identification card fees.....	12,700
15	Reinstatement fees - operator licenses.....	137,300
16	Transportation administration collection fund.....	2,069,100
17	Vehicle theft prevention fees.....	35,600
18	State general fund/general purpose.....	\$ 911,900
19	<b>(3) DEPARTMENT SERVICES</b>	
20	Full-time equated classified positions .....	166.3
21	Operations--159.8 FTE positions.....	23,785,100
22	Assigned claims assessments--6.5 FTE positions.....	<u>771,300</u>
23	GROSS APPROPRIATION.....	\$ 24,556,400
24	Appropriated from:	
25	Federal revenues:	
26	Federal funds.....	1,200
27	Special revenue funds:	
28	Abandoned vehicle fees.....	468,600
29	Assigned claims assessments.....	771,300

1	Auto repair facilities fees.....	415,000
2	Child support clearance fees.....	34,300
3	Driver fees.....	427,900
4	Expedient service fees.....	253,200
5	Marine safety fund.....	76,000
6	Off-road vehicle title fees.....	7,800
7	Parking ticket court fines.....	52,700
8	Personal identification card fees.....	84,600
9	Reinstatement fees - operator licenses.....	547,800
10	Scrap tire fund.....	69,900
11	Snowmobile registration fee revenue.....	18,100
12	Transportation administration collection fund.....	19,138,400
13	Vehicle theft prevention fees.....	243,400
14	State general fund/general purpose..... \$	1,946,200
15	<b>(4) REGULATORY SERVICES</b>	
16	Full-time equated classified positions .....245.6	
17	Operations--243.6 FTE positions.....	22,268,800
18	County clerk education and training fund.....	100,000
19	Motorcycle safety education administration--2.0	
20	FTE positions .....	360,000
21	Motorcycle safety grants.....	<u>1,430,000</u>
22	GROSS APPROPRIATION..... \$	24,158,800
23	Appropriated from:	
24	Federal revenues:	
25	Federal funds.....	3,500
26	Special revenue funds:	
27	Auto repair facilities fees.....	4,144,800
28	Commercial driver training school fees.....	72,900
29	Driver fees.....	1,970,300

1	Expedient service fees.....	34,400
2	Motorcycle safety funds.....	1,790,000
3	Notary fee fund.....	314,000
4	Notary education and training fund.....	100,000
5	Parking ticket court fines.....	20,700
6	Personal identification card fees.....	49,300
7	Reinstatement fees - operator licenses.....	1,762,500
8	Transportation administration collection fund.....	11,024,300
9	Vehicle theft prevention fees.....	1,330,900
10	State general fund/general purpose..... \$	1,541,200
11	<b>(5) CUSTOMER DELIVERY SERVICES</b>	
12	Full-time equated classified positions .....	1,383.2
13	Branch operations--933.9 FTE positions.....	72,538,200
14	Central operations--433.1 FTE positions.....	38,616,900
15	Commemorative license plates--16.2 FTE positions.....	2,147,300
16	Specialty license plates.....	1,922,000
17	Olympic center plate.....	75,700
18	Organ donor program.....	104,100
19	GROSS APPROPRIATION..... \$	115,404,200
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG from MDOT, Michigan transportation fund.....	20,000,000
23	Federal revenues:	
24	Federal funds.....	1,556,500
25	Special revenue funds:	
26	Private funds.....	100
27	Abandoned vehicle fees.....	197,600
28	Auto repair facilities fees.....	93,100
29	Child support clearance fees.....	295,500

1	Driver fees.....	14,325,700
2	Expedient service fees.....	2,421,700
3	Marine safety fund.....	1,187,300
4	Michigan state police auto theft fund.....	118,900
5	Mobile home commission fees.....	476,000
6	Off-road vehicle title fees.....	127,300
7	Parking ticket court fines.....	1,490,500
8	Personal identification card fees.....	1,583,600
9	Reinstatement fees - operator licenses.....	1,192,400
10	Snowmobile registration fee revenue.....	348,100
11	Transportation administration collection fund.....	57,848,200
12	Vehicle theft prevention fees.....	209,500
13	State general fund/general purpose..... \$	11,932,200
14	<b>(6) ELECTION REGULATION</b>	
15	Full-time equated classified positions .....28.5	
16	Election administration and services--28.5 FTE	
17	positions .....	4,780,500
18	Fees to local units.....	<u>109,800</u>
19	GROSS APPROPRIATION..... \$	4,890,300
20	Appropriated from:	
21	Special revenue funds:	
22	State general fund/general purpose..... \$	4,890,300
23	<b>(7) DEPARTMENTWIDE APPROPRIATIONS</b>	
24	Building occupancy charges/rent..... \$	10,600,200
25	Worker's compensation.....	<u>429,000</u>
26	GROSS APPROPRIATION..... \$	11,029,200
27	Appropriated from:	
28	Special revenue funds:	
29	Auto repair facilities fees.....	142,000

1	Driver fees.....	466,300
2	Expedient service fees.....	26,300
3	Parking ticket court fines.....	467,100
4	Transportation administration collection fund.....	6,020,900
5	State general fund/general purpose.....	\$ 3,906,600
6	<b>(8) INFORMATION TECHNOLOGY</b>	
7	Information technology services and projects.....	\$ <u>24,415,600</u>
8	GROSS APPROPRIATION.....	\$ 24,415,600
9	Appropriated from:	
10	Special revenue funds:	
11	Administrative order processing fee.....	11,100
12	Auto repair facilities fees.....	179,400
13	Child support clearance fees.....	16,200
14	Driver fees.....	1,346,100
15	Expedient service fees.....	959,500
16	Parking ticket court fines.....	82,700
17	Personal identification card fees.....	881,200
18	Reinstatement fees - operator licenses.....	471,900
19	Transportation administration collection fund.....	16,088,000
20	Vehicle theft prevention fees.....	170,900
21	State general fund/general purpose.....	\$ 4,208,600
22		
23	<b>Sec. 111. DEPARTMENT OF TREASURY</b>	
24	<b>(1) APPROPRIATION SUMMARY</b>	
25	Full-time equated unclassified positions .....	9.0
26	Full-time equated classified positions .....	1,849.5
27	GROSS APPROPRIATION.....	\$ 1,814,142,000
28	Interdepartmental grant revenues:	
29	Total interdepartmental grants and intradepartmental	



1	transfers .....	11,631,400
2	ADJUSTED GROSS APPROPRIATION.....	\$ 1,802,510,600
3	Federal revenues:	
4	Total federal revenues.....	91,836,400
5	Special revenue funds:	
6	Total local revenues.....	1,100,700
7	Total private revenues.....	712,800
8	Total other state restricted revenues.....	1,510,740,100
9	State general fund/general purpose.....	\$ 198,120,600
10	<b>(2) EXECUTIVE DIRECTION</b>	
11	Full-time equated unclassified positions .....9.0	
12	Full-time equated classified positions .....5.0	
13	Unclassified positions--9.0 FTE positions.....	812,600
14	Office of the director--5.0 FTE positions.....	<u>833,800</u>
15	GROSS APPROPRIATION.....	\$ 1,646,400
16	Appropriated from:	
17	Special revenue funds:	
18	State lottery fund.....	159,000
19	State services fee fund.....	196,700
20	State general fund/general purpose.....	\$ 1,290,700
21	<b>(3) DEPARTMENTWIDE APPROPRIATIONS</b>	
22	Travel.....	\$ 1,415,900
23	Rent and building occupancy charges-property	
24	management services .....	5,294,600
25	Workers' compensation insurance premium.....	<u>247,000</u>
26	GROSS APPROPRIATION.....	\$ 6,957,500
27	Appropriated from:	
28	Special revenue funds:	
29	Delinquent tax collection revenue.....	3,483,600

1	State general fund/general purpose.....	\$	3,473,900
2	<b>(4) LOCAL GOVERNMENT PROGRAMS</b>		
3	Full-time equated classified positions .....		107.0
4	Supervision of the general property tax		
5	law--84.0 FTE positions .....	\$	10,849,600
6	Property tax assessor training--4.0 FTE positions.....		423,100
7	Local government operations--19.0 FTE positions.....		<u>2,432,100</u>
8	GROSS APPROPRIATION.....	\$	13,704,800
9	Appropriated from:		
10	Special revenue funds:		
11	Local - assessor training fees.....		423,100
12	Local - audit charges.....		587,600
13	Local - equalization study charge-backs.....		40,000
14	Local - revenue from local government.....		50,000
15	Land reutilization fund.....		3,979,100
16	Municipal finance fees.....		477,700
17	State education tax collections.....		50,000
18	State general fund/general purpose.....	\$	8,097,300
19	<b>(4) TAX PROGRAMS</b>		
20	Full-time equated classified positions .....		770.5
21	Customer contact--186.0 FTE positions.....		13,729,500
22	Tax compliance--335.0 FTE positions.....		31,671,300
23	Tax and economic policy--53.5 FTE positions.....		6,079,800
24	Revenue enhancement program--45.0 FTE positions.....		5,267,400
25	Tax processing--147.0 FTE positions.....		15,013,600
26	Home heating assistance.....		2,159,800
27	Bottle bill implementation.....		250,000
28	Tobacco tax collection--4.0 FTE positions.....		<u>348,500</u>
29	GROSS APPROPRIATION.....	\$	74,519,900

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG, data/collection services fees.....	50,900
4	IDG from MDOT, Michigan transportation fund.....	7,549,700
5	IDG from MDOT, state aeronautics fund.....	67,300
6	Federal revenues:	
7	HHS-SSA, low-income energy assistance.....	2,159,800
8	Special revenue funds:	
9	Bottle deposit fund.....	250,000
10	Delinquent tax collection revenue.....	56,923,900
11	Tobacco tax collection and enforcement.....	348,500
12	Tobacco tax revenue.....	388,800
13	Waterways fund.....	78,900
14	State general fund/general purpose.....	\$ 6,702,100
15	<b>(5) BANKING AND MANAGEMENT SERVICES</b>	
16	Full-time equated classified positions .....321.0	
17	Program management--13.0 FTE positions.....	1,570,000
18	Human resources optimization.....	85,200
19	Human resources purchasing--27.0 FTE positions.....	2,841,300
20	Mail operations--20.0 FTE positions.....	2,060,600
21	Unclaimed property--21.0 FTE positions.....	3,494,800
22	Collections--168.0 FTE positions.....	17,107,300
23	Finance and accounting--32.0 FTE positions.....	1,733,200
24	Receipts processing--40.0 FTE positions.....	<u>2,967,700</u>
25	GROSS APPROPRIATION.....	\$ 31,860,100
26	Appropriated from:	
27	Interdepartmental grant revenues:	
28	IDG, levy/warrant cost assessment fees.....	1,848,800
29	IDG, state agency collection fees.....	590,100

1	IDG, FIA title IV-D.....	617,600
2	IDG, data/collection service fees.....	204,400
3	Special revenue funds:	
4	Delinquent tax collection revenue.....	17,337,600
5	Escheats revenue.....	3,494,800
6	Justice system fund.....	636,500
7	Garnishment fees.....	531,600
8	Treasury fees.....	188,300
9	State general fund/general purpose..... \$	6,410,400
10	<b>(6) FINANCIAL PROGRAMS</b>	
11	Full-time equated classified positions .....213.0	
12	Investments--78.0 FTE positions.....	15,084,600
13	Michigan merit award administration--5.0 FTE positions	1,468,900
14	Michigan education savings program.....	800,000
15	Common cash and debt management--11.5 FTE positions...	1,247,000
16	Student financial assistance programs--118.5 FTE	
17	positions ..... <u>35,747,900</u>	
18	GROSS APPROPRIATION..... \$	54,348,400
19	Appropriated from:	
20	Interdepartmental grant revenues:	
21	IDG, fiscal agent service fees.....	167,700
22	Federal revenues:	
23	DED-OPSE, federal lenders allowance.....	10,437,300
24	DED-OPSE, higher education act of 1965, insured loans.	23,264,700
25	Special revenue funds:	
26	Defined contribution administrative fee revenue.....	100,000
27	College work study.....	46,300
28	Michigan merit award trust fund.....	2,693,300
29	Retirement funds.....	14,061,000

1	School bond fees.....	626,100
2	Treasury fees.....	1,080,000
3	State general fund/general purpose.....	\$ 1,872,000
4	<b>(7) DEBT SERVICE</b>	
5	Water pollution control bond and interest redemption..	\$ 2,386,400
6	Quality of life bond.....	60,900,000
7	Clean Michigan initiative.....	50,000,000
8	Great lakes water quality bond.....	<u>6,700,000</u>
9	GROSS APPROPRIATION.....	\$ 119,986,400
10	Appropriated from:	
11	Special revenue funds:	
12	Refined petroleum fund.....	23,914,500
13	State general fund/general purpose .....	96,071,900
14	<b>(8) GRANTS</b>	
15	Grants to counties in lieu of taxes.....	\$ 5,000
16	Convention facility development distribution.....	58,850,000
17	Senior citizen cooperative housing tax exemption	
18	program .....	18,800,000
19	Commercial mobile radio service payments.....	17,900,000
20	Health and safety fund grants.....	25,000,000
21	Local public safety grants.....	14,381,000
22	Renaissance zone reimbursement.....	<u>3,095,000</u>
23	GROSS APPROPRIATION.....	\$ 138,031,000
24	Appropriated from:	
25	Special revenue funds:	
26	Commercial mobile radio service fees.....	17,900,000
27	Convention facility development fund.....	58,850,000
28	Health and safety fund.....	25,000,000
29	Liquor license revenue.....	14,381,000

1	State general fund/general purpose.....	\$	21,900,000
2	<b>(9) STATE LOTTERY</b>		
3	Full-time equated classified positions .....	175.0	
4	Lottery operations--175.0 FTE positions.....		20,252,500
5	Human resources optimization user charges.....		10,900
6	Promotion and advertising.....		18,622,000
7	Lottery information technology services and projects..		<u>4,549,600</u>
8	GROSS APPROPRIATION.....	\$	43,435,000
9	Appropriated from:		
10	Special revenue funds:		
11	State lottery fund.....		43,435,000
12	State general fund/general purpose.....	\$	0
13	<b>(10) CASINO GAMING</b>		
14	Full-time equated classified positions .....	106.0	
15	Michigan gaming control board.....		50,000
16	Casino gaming control administration--106.0 FTE		
17	positions .....		18,885,800
18	Human resources optimization user charges.....		7,200
19	Information technology services and projects.....		<u>1,320,000</u>
20	GROSS APPROPRIATION.....	\$	20,263,000
21	Appropriated from:		
22	Special revenue funds:		
23	Casino gambling agreements.....		383,500
24	State services fee fund.....		19,879,500
25	State general fund/general purpose.....	\$	0
26	<b>(11) MICHIGAN STRATEGIC FUND</b>		
27	Full-time equated classified positions .....	152.0	
28	Administration--22.0 FTE positions.....	\$	2,529,900
29	Human resources optimization user charges.....		17,800

1	Job creation services—130.0 FTE positions.....	17,188,200
2	Jobs for Michigan investment program: 21 <sup>st</sup> century jobs	
3	Fund .....	75,000,000
4	Michigan promotion program.....	15,717,500
5	Upper hand training program.....	8,197,500
6	Alternative energy initiative.....	7,000,000
7	Community development block grants.....	<u>53,000,000</u>
8	GROSS APPROPRIATION.....	\$ 178,650,900
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	IDG-MDEQ, air quality fees.....	80,000
12	Federal revenues:	
13	HUD-CPD, community development block grant.....	55,430,700
14	Special revenue funds:	
15	Private - special project advances.....	712,800
16	Industry support fees.....	5,200
17	21 <sup>st</sup> century jobs trust fund .....	75,000,000
18	State general fund/general purpose.....	\$ 47,422,200
19	<b>(12) REVENUE SHARING</b>	
20	Constitutional state general revenue sharing grants... \$	685,467,000
21	Statutory state general revenue sharing grants.....	400,885,000
22	County revenue sharing payments.....	113,600
23	Local government collaborative efforts.....	27,160,000
24	Special grants.....	<u>212,000</u>
25	GROSS APPROPRIATION.....	\$ 1,113,837,600
26	Appropriated from:	
27	Sales tax.....	1,113,512,000
28	State general fund/general purpose.....	\$ 325,600
29	<b>(13) INFORMATION TECHNOLOGY</b>	

1	Treasury operations information technology services	
2	and projects .....	\$ 16,901,000
3	GROSS APPROPRIATION.....	\$ 16,901,000
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG from MDOT, Michigan transportation fund.....	454,900
7	Federal revenues:	
8	DED-OPSE, higher education act of 1965, insured loans .	543,900
9	Special revenue funds:	
10	Delinquent tax collection revenue.....	10,273,300
11	Michigan merit award trust fund.....	415,300
12	Retirement funds.....	659,100
13	State general fund/general purpose.....	\$ 4,554,500

14

15

## PART 2

16

### PROVISIONS CONCERNING APPROPRIATIONS

17

#### GENERAL SECTIONS

18

Sec. 201. (1) Pursuant to section 30 of article IX of the

19

state constitution of 1963, total state spending from state

20

resources under part 1 for fiscal year 2007-2008 is

21

\$2,428,809,300.00 and state spending from state resources to be

22

paid to local units of government for fiscal year 2007-2008 is

23

\$1,266,010,300.00. The itemized statement below identifies

24

appropriations from which spending to local units of government

25

will occur:

26

#### DEPARTMENT OF STATE

27

Fees to local units.....	\$	109,800
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28

Motorcycle safety education grants.....		1,115,400
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29

Subtotal.....	\$	1,225,200
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1	DEPARTMENT OF TREASURY	
2	Senior citizen cooperative housing tax exemption.....	18,800,000
3	Grants to counties in lieu of taxes.....	5,000
4	Health and safety fund grants.....	25,000,000
5	Constitutional state general revenue sharing grants...	685,467,000
6	Statutory state general revenue sharing grants.....	400,885,000
7	Convention facility development fund distribution.....	58,850,000
8	Commercial mobile radio service payments.....	9,116,500
9	Renaissance zone reimbursements.....	3,095,000
10	Special grants.....	212,000
11	Upper hand training program.....	4,500,000
12	Local public safety grants.....	14,381,000
13	County revenue sharing payment.....	113,600
14	Local government collaborative effort.....	27,160,000
15	Airport parking distribution.....	\$ 17,200,000
16	Subtotal.....	\$ 1,264,785,100
17	TOTAL GENERAL GOVERNMENT.....	\$ 1,266,010,300

18       (2) Pursuant to section 30 of article IX of the state  
19 constitution of 1963, total state spending from state sources for  
20 fiscal year 2007-2008 is estimated at \$28,506,007,100.00 in the  
21 2007-2008 appropriations acts and total state spending from state  
22 sources paid to local units of government for fiscal year 2007-2008  
23 is estimated at \$16,455,455,183.00. The state-local proportion is  
24 estimated at 57.73% of total state spending from state resources.

25       (3) If payments to local units of government and state  
26 spending from state sources for fiscal year 2007-2008 are less than  
27 the minimum required by section 30 of article IX of the state  
28 constitution of 1963, the state budget director shall notify the  
29 senate and house of representatives standing committees on

1 appropriations within 30 days after the final book-closing for  
2 fiscal year 2007-2008.

3 Sec. 202. The appropriations authorized under this bill are  
4 subject to the management and budget act, 1984 PA 431, MCL 18.1101  
5 to 18.1594.

6 Sec. 203. As used in this bill:

7 (a) "AFSCME" means American federation of state, county, and  
8 municipal employees.

9 (b) "COBRA" means the consolidated omnibus budget  
10 reconciliation act of 1985, Public Law 99-272, 100 Stat. 82.

11 (c) "CPI" means consumer price index.

12 (d) "DAG" means the United States department of agriculture.

13 (e) "DED-OPSE" means the United States department of  
14 education, office of postsecondary education.

15 (f) "DOL-ETA" means the United States department of labor,  
16 employment and training administration.

17 (g) "DOL-OSHA" means the United States department of labor,  
18 occupational safety and health administration.

19 (h) "EEOC" means the United States equal employment  
20 opportunity commission.

21 (i) "EPA" means the United States environmental protection  
22 agency.

23 (j) "FTE" means full-time equated.

24 (k) "Fund" means the Michigan Strategic Fund.

25 (l) "GF/GP" means general fund/general purpose.

26 (m) "HHS" means the United States department of health and  
27 human services.

28 (n) "HHS-OS" means the HHS office of the secretary.

29 (o) "HHS-SSA" means the HHS social security administration.

1 (p) "HUD" means the United States department of housing and  
2 urban development.

3 (q) "HUD-CPD" means the United States department of housing  
4 and urban development - community planning and development.

5 (r) "IDG" means interdepartmental grant.

6 (s) "MAIN" means the Michigan administrative information  
7 network.

8 (t) "MCL" means the Michigan Compiled Laws.

9 (u) "MDCH" means the Michigan department of community health.

10 (v) "MDCS" means the Michigan department of civil service.

11 (w) "MDEQ" means the Michigan department of environmental  
12 quality.

13 (x) "MDHS" means the Michigan department of human services.

14 (y) "MDLEG" means the Michigan department of labor and  
15 economic growth.

16 (z) "MDMB" means the Michigan department of management and  
17 budget.

18 (aa) "MDOT" means the Michigan department of transportation.

19 (bb) "MDSP" means the Michigan department of state police.

20 (cc) "MEDC" means the Michigan economic development  
21 corporation, which is the public body corporate created under  
22 section 28 of article VII of the state constitution of 1963 and the  
23 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to  
24 124.512, by contractual interlocal agreement effective April 5,  
25 1999, between local participating economic development corporations  
26 formed under the economic development corporations act, 1974 PA  
27 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

28 (dd) "MPES" means the Michigan professional employees society.

29 (ee) "PA" means public act.

1 (ff) "PACC" means the prosecuting attorneys coordinating  
2 council.

3 Sec. 204. The department of civil service shall bill  
4 departments and agencies at the end of the first fiscal quarter for  
5 the 1% charge authorized by section 5 of article XI of the state  
6 constitution of 1963. Payments shall be made for the total amount  
7 of the billing by the end of the second fiscal quarter.

8 Sec. 205. (1) A hiring freeze is imposed on the state  
9 classified civil service. State departments and agencies are  
10 prohibited from hiring any new full-time state classified civil  
11 service employees and prohibited from filling any vacant state  
12 classified civil service positions. This hiring freeze does not  
13 apply to internal transfers of classified employees from 1 position  
14 to another within a department.

15 (2) The attorney general and secretary of state may grant  
16 exceptions to the hiring freeze for their respective departments  
17 pursuant to the same criteria that the state budget director is  
18 able to grant exceptions under this subsection. The state budget  
19 director may grant exceptions to this hiring freeze when the state  
20 budget director believes that the hiring freeze will result in  
21 rendering a state department or agency unable to deliver basic  
22 services, cause loss of revenue to the state, result in the  
23 inability of the state to receive federal funds, or necessitate  
24 additional expenditures that exceed any savings from maintaining a  
25 vacancy. The state budget director shall report quarterly to the  
26 chairpersons of the senate and house of representatives standing  
27 committees on appropriations the number of exceptions to the hiring  
28 freeze approved during the previous quarter and the reasons to  
29 justify the exception.

Sec. 208. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this bill. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.

Sec. 209. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference should be given to goods or services, or both, manufactured or provided by Michigan businesses if they are competitively priced and of comparable quality.

Sec. 210. The director of each department and the chair of the fund receiving appropriations in part 1 shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 211. Pursuant to section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, that provides for a transfer of state general funds into the countercyclical budget and economic stabilization fund, there is appropriated into the countercyclical budget and economic stabilization fund the sum of \$0.00. The calculation required by section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, is determined as follows:

2006	2007
------	------

1	Michigan personal income (millions) .....	\$342,900	\$352,501
2	less: transfer payments .....	<u>54,901</u>	<u>58,403</u>
3	Subtotal .....	287,999	294,098
4	Divided by: Detroit CPI for 12 months		
5	ending June 30 .....	1.948	1.980
6	Equals: Real adjusted Michigan personal		
7	income .....	\$147,881	\$148,534
8	Percentage change .....		0.4%
9	Percentage change in excess of 2% .....	0.0%	0.0%
10	Multiplied by: estimated GF/GP revenue in		
11	FY 2005-2006 (millions) .....		8,230.0
12	Equals: countercyclical budget and		
13	economic stabilization fund calculation		
14	for the fiscal year ending September 30,		
15	2007. ....	\$0.0	\$0.0
16	Sec. 213. Funds appropriated in part 1 shall not be used by		
17	this state, a department, an agency, or an authority of this state		
18	to purchase an ownership interest in a casino enterprise or a		
19	gambling operation as those terms are defined in the Michigan		
20	gaming control and revenue act, the Initiated Law of 1996, MCL		
21	432.201 to 432.226.		
22	Sec. 214. From the funds appropriated in part 1 for		
23	information technology, departments and agencies shall pay user		
24	fees to the department of information technology for technology-		
25	related services and projects. Such user fees shall be subject to		
26	provisions of an interagency agreement between the departments and		
27	agencies and the department of information technology.		

1           Sec. 216. (1) Due to the current budgetary problems in this  
2 state, out-of-state travel for the fiscal year shall be limited to  
3 situations in which 1 or more of the following conditions apply:

4           (a) The travel is required by legal mandate or court order or  
5 for law enforcement purposes.

6           (b) The travel is necessary to protect the health or safety of  
7 Michigan citizens or visitors or to assist other states in similar  
8 circumstances.

9           (c) The travel is necessary to produce budgetary savings or to  
10 increase state revenues, including protecting existing federal  
11 funds or securing additional federal funds.

12           (d) The travel is necessary to comply with federal  
13 requirements.

14           (e) The travel is necessary to secure specialized training for  
15 staff that is not available within this state.

16           (f) The travel is financed entirely by federal or nonstate  
17 funds.

18           (2) If out-of-state travel is necessary but does not meet 1 or  
19 more of the conditions in subsection (1), the state budget director  
20 may grant an exception to allow the travel. Any exceptions granted  
21 by the state budget director shall be reported on a monthly basis  
22 to the senate and house of representatives standing committees on  
23 appropriations.

24           (3) Not later than January 1 of each year, each department  
25 shall prepare a travel report listing all travel by classified and  
26 unclassified employees outside this state in the immediately  
27 preceding fiscal year that was funded in whole or in part with  
28 funds appropriated in the department's budget. The report shall be  
29 submitted to the chairs and members of the senate and house of

1 representatives standing committees on appropriations, the fiscal  
2 agencies, and the state budget director. The report shall include  
3 the following information:

4 (a) The name of each person receiving reimbursement for travel  
5 outside this state or whose travel costs were paid by this state.

6 (b) The destination of each travel occurrence.

7 (c) The dates of each travel occurrence.

8 (d) A brief statement of the reason for each travel  
9 occurrence.

10 (e) The transportation and related costs of each travel  
11 occurrence, including the proportion funded with state general  
12 fund/general purpose revenues, the proportion funded with state  
13 restricted revenues, the proportion funded with federal revenues,  
14 and the proportion funded with other revenues.

15 (f) A total of all out-of-state travel funded for the  
16 immediately preceding fiscal year.

17 Sec. 218. Amounts appropriated in part 1 for information  
18 technology may be designated as work projects and carried forward  
19 to support technology projects under the direction of the  
20 department of information technology. Funds designated in this  
21 manner are not available for expenditure until approved as work  
22 projects under section 451a of the management and budget act, 1984  
23 PA 431, MCL 18.1451a.

24  
25 **DEPARTMENT OF ATTORNEY GENERAL**

26 Sec. 301. (1) In addition to the funds appropriated in part 1,  
27 there is appropriated an amount not to exceed \$1,500,000.00 for  
28 federal contingency funds. These funds are not available for  
29 expenditure until they have been transferred to another line item



1 in this bill under section 393(2) of the management and budget act,  
2 1984 PA 431, MCL 18.1393.

3 (2) In addition to the funds appropriated in part 1, there is  
4 appropriated an amount not to exceed \$1,500,000.00 for state  
5 restricted contingency funds. These funds are not available for  
6 expenditure until they have been transferred to another line item  
7 in this bill under section 393(2) of the management and budget act,  
8 1984 PA 431, MCL 18.1393.

9 (3) In addition to the funds appropriated in part 1, there is  
10 appropriated an amount not to exceed \$100,000.00 for local  
11 contingency funds. These funds are not available for expenditure  
12 until they have been transferred to another line item in this bill  
13 under section 393(2) of the management and budget act, 1984 PA 431,  
14 MCL 18.1393.

15 (4) In addition to the funds appropriated in part 1, there is  
16 appropriated an amount not to exceed \$100,000.00 for private  
17 contingency funds. These funds are not available for expenditure  
18 until they have been transferred to another line item in this bill  
19 under section 393(2) of the management and budget act, 1984 PA 431,  
20 MCL 18.1393.

21 Sec. 302. (1) The attorney general shall perform all legal  
22 services, including representation before courts and administrative  
23 agencies rendering legal opinions and providing legal advice to a  
24 principal executive department or state agency. A principal  
25 executive department or state agency shall not employ or enter into  
26 a contract with any other person for services described in this  
27 section.

28 (2) The attorney general shall defend judges of all state  
29 courts if a claim is made or a civil action is commenced for

1 injuries to persons or property caused by the judge through the  
2 performance of the judge's duties while acting within the scope of  
3 his or her authority as a judge.

4 (3) The attorney general shall perform the duties specified in  
5 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to  
6 14.102, and as otherwise provided by law.

7 Sec. 303. The attorney general may sell copies of the biennial  
8 report in excess of the 350 copies that the attorney general may  
9 distribute on a gratis basis. Gratis copies shall not be provided  
10 to members of the legislature. Electronic copies of biennial  
11 reports shall be made available on the department of attorney  
12 general's website. The attorney general shall sell copies of the  
13 report at not less than the actual cost of the report and shall  
14 deposit the money received into the general fund.

15 Sec. 304. The department of attorney general is responsible  
16 for the legal representation for state of Michigan state employee  
17 worker's disability compensation cases. The risk management  
18 revolving fund revenue appropriation in part 1 is to be satisfied  
19 by billings from the department of attorney general for the actual  
20 costs of legal representation, including salaries and support  
21 costs.

22 Sec. 305. In addition to the funds appropriated in part 1, not  
23 more than \$400,000.00 shall be reimbursed per fiscal year for food  
24 stamp fraud cases heard by the third circuit court of Wayne County  
25 that were initiated by the department of attorney general pursuant  
26 to the existing contract between the department of human services,  
27 the prosecuting attorneys association of Michigan, and the  
28 department of attorney general. The source of this funding is money  
29 earned by the department of attorney general under the agreement

1 after the allowance for reimbursement to the department of attorney  
2 general for costs associated with the prosecution of food stamp  
3 fraud cases. It is recognized that the federal funds are earned by  
4 the department of attorney general for its documented progress on  
5 the prosecution of food stamp fraud cases according to the United  
6 States department of agriculture regulations and that once earned  
7 by this state, the funds become state funds.

8       Sec. 306. Any proceeds from a lawsuit initiated by or  
9 settlement agreement entered into on behalf of this state against a  
10 manufacturer of tobacco products by the attorney general are state  
11 funds and are subject to appropriation as provided by law.

12       Sec. 307. (1) All money or other proceeds received by the  
13 department of attorney general for debts due or penalties forfeited  
14 to the people of this state, or deriving from the settlement of any  
15 lawsuit entered into by the attorney general on behalf of a state  
16 agency, department, division, bureau, board, commission, council,  
17 authority, or other body in the executive branch of state  
18 government or an individual acting on behalf of the executive  
19 branch of state government against a private individual or business  
20 or any other private organization, shall be immediately deposited  
21 in conformity with MCL 14.33 and shall not be available for  
22 expenditure or disbursement until appropriated.

23       (2) Except as may otherwise be provided by law, the department  
24 of attorney general shall not agree as part of the settlement of a  
25 lawsuit or administrative enforcement action on behalf of this  
26 state, the people of this state, a state entity, or a individual or  
27 officer acting on behalf of this state against a private  
28 individual, business, or other private organization, to accept the  
29 payment of money, goods, services, or other benefits to a third

1 party or parties in lieu of a debt or obligation otherwise due to  
2 this state or the people of this state. Any money paid to settle a  
3 debt or obligation owed this state or the people of this state, or  
4 paid in lieu of a debt or obligation otherwise due to this state or  
5 the people of this state, or goods or services offered to settle  
6 claims on behalf of the state or people of the state of Michigan,  
7 shall be deposited with the state treasury immediately after  
8 receipt and shall not be available for expenditure or disbursement  
9 until appropriated. This section does not apply to settlement  
10 money or goods disbursed by a court-approved claims administrator  
11 directly to consumer members of a class action lawsuit brought by  
12 the attorney general in his parens patriae capacity, provided the  
13 disbursement is judicially authorized and is made following a  
14 notice period and a fairness hearing.

15 (3) On a quarterly basis, the attorney general shall report to  
16 the budget office and the appropriations committees for both the  
17 house and senate the case names and corresponding attorney general  
18 case file numbers, court docket numbers, and presiding courts for  
19 every matter that the attorney general settled during the preceding  
20 quarter. The attorney general shall report the total settlement  
21 value for each case reported. The attorney general shall itemize  
22 each settlement to additionally reflect:

23 (a) The aggregate Michigan consumer recovery;

24 (b) The value of restitution paid on behalf of the state or  
25 any state or federal department or agency whose interest was  
26 resolved in the case;

27 (c) Amounts recovered for civil penalties;

28 (d) Amounts recovered for attorneys fees; and

1 (e) Amounts recovered as reimbursement for the costs of  
2 investigation. If the attorney general settled a case in the prior  
3 quarter for non-monetary proceeds, he shall indicate the identity  
4 and value of proceeds so received for each case as provided in this  
5 section.

6 (4) Funds appropriated to the department of attorney general  
7 under part 1 are appropriated contingent upon compliance with this  
8 section.

9 Sec. 308. (1) In addition to the funds appropriated in part 1,  
10 there is appropriated up to \$500,000.00 from litigation expense  
11 reimbursements awarded to the state.

12 (2) The funds may be expended for the payment of court  
13 judgments or settlements; attorney fees; and litigation expenses,  
14 not including salaries and support costs, assessed against the  
15 office of the governor, the department of the attorney general, the  
16 governor, or the attorney general when acting in an official  
17 capacity as the named party in litigation against the state. The  
18 funds may also be expended for the payment of state costs incurred  
19 under section 16 of chapter X of the code of criminal procedure,  
20 1927 PA 175, MCL 770.16.

21 (3) Unexpended funds at the end of the fiscal year may be  
22 carried forward for expenditure in the following year, up to a  
23 maximum authorization of \$500,000.00.

24 Sec. 309. From the prisoner reimbursement funds appropriated  
25 in part 1, the department may spend up to \$460,800.00 on activities  
26 related to the state correctional facilities reimbursement act,  
27 1935 PA 253, MCL 800.401 to 800.406. In addition to the funds  
28 appropriated in part 1, if the department collects in excess of  
29 \$1,131,000.00 in gross annual prisoner reimbursement receipts

1 provided to the general fund, the excess, up to a maximum of  
2 \$1,000,000.00, is appropriated to the department of attorney  
3 general and may be spent on the representation of the department of  
4 corrections and its officers, employees, and agents, including, but  
5 not limited to, the defense of litigation against the state, its  
6 departments, officers, employees, or agents in civil actions filed  
7 by prisoners.

8       Sec. 310. The department of attorney general may not receive  
9 an expend funds in addition to those authorized in part 1 for legal  
10 services provided specifically to other state departments or  
11 agencies except for costs for expert witnesses, court costs or  
12 other non-salary litigation expenses associated with a pending  
13 legal action.

#### 14 15 DEPARTMENT OF CIVIL RIGHTS

16       Sec. 401. In addition to the funds appropriated in part 1,  
17 there is appropriated an amount not to exceed \$2,000,000.00 for  
18 federal contingency funds. These funds are not available for  
19 expenditure until they have been transferred to another line item  
20 in this bill under section 393(2) of the department of management  
21 and budget act, 1984 PA 431, MCL 18.1393.

22       Sec. 402. (1) In addition to the appropriations contained in  
23 part 1, the department of civil rights may receive and expend funds  
24 from local or private sources for all of the following purposes:

25       (a) Developing and presenting training for employers on equal  
26 employment opportunity law and procedures.

27       (b) The publication and sale of civil rights related  
28 informational material.

1 (c) The provision of copy material made available under  
2 freedom of information requests.

3 (d) Other copy fees, subpoena fees, and witness fees.

4 (e) Developing, presenting, and participating in mediation  
5 processes for certain civil rights cases.

6 (f) Workshops, seminars, and recognition or award programs  
7 consistent with the programmatic mission of the individual unit  
8 sponsoring or coordinating the programs.

9 (2) The department of civil rights shall annually report to  
10 the state budget director, the senate and house of representatives  
11 standing committees on appropriations, and the senate and house  
12 fiscal agencies the amount of funds received and expended for  
13 purposes authorized under this section.

14 Sec. 403. The department of civil rights may contract with  
15 local units of government to review equal employment opportunity  
16 compliance of potential contractors and may charge for and expend  
17 amounts received from local units of government for the purpose of  
18 developing and providing these contractual services.

19  
20 **DEPARTMENT OF CIVIL SERVICE**

21 Sec. 501. (1) In addition to the funds appropriated in part 1,  
22 there is appropriated an amount not to exceed \$2,000,000.00 for  
23 federal contingency funds. These funds are not available for  
24 expenditure until they have been transferred to another line item  
25 in this bill under section 393(2) of the department of management  
26 and budget act, 1984 PA 431, MCL 18.1393.

27 (2) In addition to the funds appropriated in part 1, there is  
28 appropriated an amount not to exceed \$5,000,000.00 for state  
29 restricted contingency funds. These funds are not available for

1 expenditure until they have been transferred to another line item  
2 in this bill under section 393(2) of the department of management  
3 and budget act, 1984 PA 431, MCL 18.1393.

4 (3) In addition to the funds appropriated in part 1, there is  
5 appropriated an amount not to exceed \$100,000.00 for local  
6 contingency funds. These funds are not available for expenditure  
7 until they have been transferred to another line item in this bill  
8 under section 393(2) of the department of management and budget  
9 act, 1984 PA 431, MCL 18.1393.

10 (4) In addition to the funds appropriated in part 1, there is  
11 appropriated an amount not to exceed \$100,000.00 for private  
12 contingency funds. These funds are not available for expenditure  
13 until they have been transferred to another line item in this bill  
14 under section 393(2) of the department of management and budget  
15 act, 1984 PA 431, MCL 18.1393.

16 Sec. 502. (1) All restricted funds shall be assessed a sum not  
17 less than 1% of the total aggregate payroll paid from those funds  
18 for financing the department of civil service on the basis of  
19 actual 1% restricted sources total aggregate payroll of the  
20 classified service for fiscal year 2007 in accordance with section  
21 5 of article XI of the state constitution of 1963. This includes,  
22 but is not limited to, restricted funds appropriated in part 1 of  
23 any appropriations act. Unexpended 1% appropriated funds shall be  
24 returned to each 1% fund source at the end of the fiscal year.

25 (2) The 1% appropriations in part 1 are estimates of actual 1%  
26 charges based on payroll appropriations. With the approval of the  
27 state budget director, the department is authorized to adjust  
28 financing sources for civil service 1% charges based on actual  
29 payroll expenditures, provided that such adjustments do not



1 increase the total appropriation for the department of civil  
2 service.

3 (3) The 1% financing from restricted sources shall be credited  
4 to the department of civil service by the end of the second fiscal  
5 quarter.

6 Sec. 503. Except where specifically appropriated for this  
7 purpose, 1% of the financing from restricted sources shall be  
8 credited to the department of civil service. For restricted sources  
9 of funding within the general fund that have the legislative  
10 authority for carryover, if current spending authorization or  
11 revenues are insufficient to accept the charge, the shortage shall  
12 be taken from carryforward balances of that funding source.

13 Restricted revenue sources that do not have carryforward authority  
14 shall be utilized to satisfy departmental operating deducts first  
15 and civil service obligations second. General fund dollars are  
16 appropriated for any shortfall, pursuant to approval by the state  
17 budget director.

18 Sec. 504. The appropriation in part 1 to the department of  
19 civil service, for state-sponsored group insurance, flexible  
20 spending accounts, and COBRA, represents amounts, in part, included  
21 within the various appropriations throughout state government for  
22 the current fiscal year to fund the flexible spending account  
23 program included within the department of civil service. Deposits  
24 against state-sponsored group insurance, flexible spending  
25 accounts, and COBRA for the flexible spending account program shall  
26 be made from assessments levied during the current fiscal year in a  
27 manner prescribed by the department of civil service. Unspent  
28 employee contributions to the flexible spending accounts may be  
29 used to offset administrative costs for the flexible spending

1 account program, with any remaining balance of unspent employee  
2 contributions to be lapsed to the general fund.

3  
4 **INFORMATION TECHNOLOGY**

5       Sec. 573. (1) The department of information technology may  
6 sell and accept paid advertising for placement on any state website  
7 under its jurisdiction. The department shall review and approve  
8 the content of each advertisement. The department may refuse to  
9 accept advertising from any person or organization or require  
10 modification to advertisements based upon criteria determined by  
11 the department. Revenue received under this subsection shall be  
12 used for operating costs of the department and for future  
13 technology enhancements to state of Michigan e-government  
14 initiatives.

15       (2) The department of information technology may accept gifts,  
16 donations, contributions, bequests, and grants of money from any  
17 public or private source to assist with the underwriting or  
18 sponsorship of state web pages or services offered on those web  
19 pages. A private or public funding source may receive recognition  
20 in the web page. The department of information technology may  
21 reject any gift, donation, contribution, bequest, or grant.

22       (3) Funds accepted by the department of information technology  
23 under subsections (1) and (2) are appropriated and allotted when  
24 received and may be expended upon approval of the state budget  
25 director. The state budget office shall notify the senate and

1 house of representatives standing committees on appropriations  
2 subcommittees on general government and the senate and house fiscal  
3 agencies within 10 days after the approval.

4 (4) By April 1, the department of information technology shall  
5 report to the senate and house of representatives standing  
6 committees on appropriations and the senate and house fiscal  
7 agencies that a statement of the total revenue received from the  
8 sale of paid advertising accepted under this section and a  
9 statement of the total number of advertising transactions are  
10 available on the department's website.

11 (5) Any unexpended revenue under this section may be carried  
12 forward at the end of the fiscal year and be available for future  
13 appropriation.

14 Sec. 574. The department of information technology may enter  
15 into agreements to supply spatial information and technical  
16 services to other principal executive departments, state agencies,  
17 local units of government, and other organizations. The department  
18 of information technology may receive and expend funds in addition  
19 to those authorized in part 1 for providing information and  
20 technical services, publications, maps, and other products. The  
21 department of information technology may expend amounts received  
22 for salaries, supplies, and equipment necessary to provide  
23 informational products and technical services.

24 Sec. 575. The legislature shall have access to all historical  
25 and current data contained within MAIN pertaining to state

1 departments. State departments shall have access to all historical  
2 and current data contained within MAIN.

3 Sec. 576. When used in this act, "information technology  
4 services" means services involving all aspects of managing and  
5 processing information including, but not limited to, all of the  
6 following:

7 (a) Application development and maintenance.

8 (b) Desktop computer support and management.

9 (c) Mainframe computer support and management.

10 (d) Server support and management.

11 (e) Local area network support and management.

12 (f) Information technology contract, project, and procurement  
13 management.

14 (g) Information technology planning and budget management.

15 (h) Telecommunication services, security, infrastructure, and  
16 support.

17 (i) Software and software licensing.

18 Sec. 577. (1) Funds appropriated in part 1 for the Michigan  
19 public safety communications system shall be expended upon approval  
20 of an expenditure plan by the state budget director.

21 (2) The department of information technology shall assess all  
22 subscribers of the Michigan public safety communications system  
23 reasonable access and maintenance fees.

1           (3) All money received by the department of information  
2 technology under this section shall be expended for the support and  
3 maintenance of the Michigan public safety communications system.

4           (4) The department of information technology shall provide a  
5 report to the senate and house of representatives standing  
6 committees on appropriations, the senate and house fiscal agencies,  
7 and the state budget director on April 15 and on October 15,  
8 indicating the amount of revenue collected under this section and  
9 expended for support and maintenance of the Michigan public safety  
10 communications system for the immediately preceding 6-month period.  
11 Any deposits made under this section and unencumbered funds are  
12 restricted revenues and may be carried over into succeeding fiscal  
13 years.

14           Sec. 580. (1) From the funds appropriated in part 1 to general  
15 services, for the department of state, there is appropriated  
16 \$4,450,000.00 for the business application modernization project.  
17 Funds shall only be used for the development, implementation, and  
18 maintenance of the business application modernization project.

19           (2) The unexpended funds appropriated in part 1 for the  
20 business application modernization project are designated as work  
21 project appropriations and shall not lapse at the end of the fiscal  
22 year. Any unencumbered or unallotted funds shall be carried over  
23 into the succeeding fiscal year and shall continue to be available  
24 for expenditure until the project has been completed. The total

cost is estimated at \$30,000,000.00, and the tentative completion date is September 30, 2010.

Sec. 581. From the funds appropriated in part 1, the department of information technology shall assess the state's information technology assets, including hardware, software, and networks to determine any benefits and economies that can be achieved through, but not limited to, hardware and software consolidation and standardization, process improvements, project management improvements, and increased standards-based information sharing between agencies.

Sec. 586. If during the course of the fiscal year a transfer or supplemental to or from the information technology line item within an agency budget is made under section 393 of the department of management and budget act, 1984, PA 431, MCL 18.1393, there is appropriated an equal amount of user fees in the department of information technology budget to accommodate an increase or decrease in spending authorization.

#### **LEGISLATURE**

Sec. 600. The senate, the house of representatives, or an agency within the legislative branch may receive, expend, and transfer funds in addition to those authorized in part 1.

Sec. 601. (1) Funds appropriated in part 1 to an entity within the legislative branch shall not be expended or transferred to another account without written approval of the authorized agent of the legislative entity. If the authorized agent of the legislative entity notifies the state budget director of its approval of an

1 expenditure or transfer before the year-end book-closing date for  
2 that legislative entity, the state budget director shall  
3 immediately make the expenditure or transfer. The authorized  
4 legislative entity agency shall be designated by the speaker of the  
5 house of representatives for house entities, the senate majority  
6 leader for senate entities, and the legislative council for  
7 legislative council entities.

8 (2) Funds appropriated within the legislative branch, to a  
9 legislative council component, shall not be expended by any agency  
10 or other subgroup included in that component without the approval  
11 of the legislative council.

12 Sec. 602. The senate may charge rent and assess charges for  
13 utility costs. The amounts received for rent charges and utility  
14 assessments are appropriated to the senate for the renovation,  
15 operation, and maintenance of the Farnum building and other  
16 properties.

17 Sec. 603. The appropriation contained in part 1 for national  
18 association dues is to be distributed by the legislative council.

19 Sec. 604. (1) The appropriation in part 1 to the legislative  
20 council includes funds to operate the legislative parking  
21 facilities in the capitol area. The legislative council shall  
22 establish rules regarding the operation of the legislative parking  
23 facilities.

24 (2) The legislative council shall collect a fee from state  
25 employees and the general public using certain legislative parking  
26 facilities. The revenues received from the parking fees shall be  
27 allocated by the legislative council.

28 Sec. 605. The appropriation in part 1 to the legislative  
29 council for publication of the Michigan manual is a work project

1 account. The unexpended portion remaining on September 30 shall not  
2 lapse and shall be carried forward into the subsequent fiscal year  
3 for use in paying the associated biennial costs of publication of  
4 the Michigan manual.

5       Sec. 606. The appropriations in part 1 to the legislative  
6 branch, for property management, shall be used to purchase  
7 equipment and services for building maintenance in order to ensure  
8 a safe and productive work environment. These funds are designated  
9 as work project appropriations and shall not lapse at the end of  
10 the fiscal year, and shall continue to be available for expenditure  
11 until the project has been completed. The total cost is estimated  
12 at \$500,000.00, and the tentative completion date is September 30,  
13 2011.

14       Sec. 607. The appropriations in part 1 to the legislative  
15 branch, for automated data processing, shall be used to purchase  
16 equipment, software, and services in order to support and implement  
17 data processing requirements and technology improvements. These  
18 funds are designated as work project appropriations and shall not  
19 lapse at the end of the fiscal year, and shall continue to be  
20 available for expenditure until the project has been completed. The  
21 total cost is estimated at \$500,000.00, and the tentative  
22 completion date is September 30, 2011.

23       Sec. 608. In addition to funds appropriated in part 1, the  
24 Michigan capitol committee publications save the flags fund account  
25 may accept contributions, gifts, bequests, devises, grants, and  
26 donations. Those funds that are not expended in the fiscal year  
27 ending September 30 shall not lapse at the close of the fiscal  
28 year, and shall be carried forward for expenditure in the following  
29 fiscal years.



1           Sec. 610. The funds appropriated in part 1 shall not be used  
2 to pay for health insurance benefits for unmarried domestic  
3 partners of legislators or legislative employees.  
4

5       **OFFICE OF THE AUDITOR GENERAL**

6           Sec. 620. Pursuant to section 53 of article IV of the state  
7 constitution of 1963, the auditor general shall conduct audits of  
8 the judicial branch. The audits may include the supreme court and  
9 its administrative units, the court of appeals, and trial courts.

10          Sec. 621. (1) The auditor general shall take all reasonable  
11 steps to ensure that certified minority- and women-owned and  
12 operated accounting firms, and accounting firms owned and operated  
13 by persons with disabilities participate in the audits of the  
14 books, accounts, and financial affairs of each principal executive  
15 department, branch, institution, agency, and office of this state.

16          (2) The auditor general shall strongly encourage firms with  
17 which the auditor general contracts to perform audits of the  
18 principal executive departments and state agencies to subcontract  
19 with certified minority- and women-owned and operated accounting  
20 firms, and accounting firms owned and operated by persons with  
21 disabilities.

22          (3) The auditor general shall compile an annual report  
23 regarding the number of contracts entered into with certified  
24 minority- and women-owned and operated accounting firms, and  
25 accounting firms owned and operated by persons with disabilities.  
26 The auditor general shall deliver the report to the state budget  
27 director and the senate and house of representatives standing  
28 committees on appropriations subcommittees on general government by  
29 November 1 of each year.

1       Sec. 622. From the funds appropriated in part 1 to the  
2 legislative auditor general, the legislative auditor general's  
3 salary and the salaries of the remaining 2.0 FTE unclassified  
4 positions shall be set by the speaker of the house of  
5 representatives, the senate majority leader, the house of  
6 representatives minority leader, and the senate minority leader.

7       Sec. 623. Any audits, reviews, or investigations requested of  
8 the auditor general by the legislature or by legislative  
9 leadership, legislative committees, or individual legislators shall  
10 include an estimate of the additional costs involved and, when  
11 those costs exceed \$50,000.00, should provide supplemental funding.  
12 The auditor general shall determine whether to perform those  
13 activities in keeping with Audit Directive No. 29, which describes  
14 the office of auditor general policy on responding to legislative  
15 requests.

16  
17  
18       DEPARTMENT OF MANAGEMENT AND BUDGET

19       Sec. 701 (1) In addition to the funds appropriated in part 1,  
20 there is appropriated an amount not to exceed \$2,000,000.00 for  
21 federal contingency funds. These funds are not available for  
22 expenditure until they have been transferred to another line item  
23 in this bill under section 393(2) of the management and budget act,  
24 1984 PA 431, MCL 18.1393.

25       (2) In addition to the funds appropriated in part 1, there is  
26 appropriated an amount not to exceed \$3,000,000.00 for state  
27 restricted contingency funds. These funds are not available for  
28 expenditure until they have been transferred to another line item

1 in this bill under section 393(2) of the management and budget act,  
2 1984 PA 431, MCL 18.1393.

3 (3) In addition to the funds appropriated in part 1, there is  
4 appropriated an amount not to exceed \$50,000.00 for local  
5 contingency funds. These funds are not available for expenditure  
6 until they have been transferred to another line item in this bill  
7 under section 393(2) of the management and budget act, 1984 PA 431,  
8 MCL 18.1393.

9 Sec. 702. Proceeds in excess of necessary costs incurred in  
10 the conduct of transfers or auctions of state surplus, salvage, or  
11 scrap property made pursuant to section 267 of the management and  
12 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the  
13 department of management and budget to offset costs incurred in the  
14 acquisition and distribution of federal surplus property.

15 Sec. 703. (1) The department of management and budget may  
16 receive and expend funds in addition to those authorized by part 1  
17 for maintenance and operation services provided specifically to  
18 other principal executive departments or state agencies, the  
19 legislative branch, the judicial branch, or private tenants, or  
20 provided in connection with facilities transferred to the  
21 operational jurisdiction of the department of management and  
22 budget.

23 (2) The department of management and budget may receive and  
24 expend funds in addition to those authorized by part 1 for real  
25 estate, architectural, design, and engineering services provided

1 specifically to other principal executive departments or state  
2 agencies, the legislative branch, or the judicial branch.

3 (3) The department of management and budget may receive and  
4 expend funds in addition to those authorized in part 1 for mail  
5 pickup and delivery services provided specifically to other  
6 principal executive departments and state agencies, the legislative  
7 branch, or the judicial branch.

8 (4) The department of management and budget may receive and  
9 expend funds in addition to those authorized in part 1 for  
10 purchasing services provided specifically to other principal  
11 executive departments and state agencies, the legislative branch,  
12 or the judicial branch.

13 Sec. 704. (1) The source of financing in part 1 for statewide  
14 appropriations shall be funded by assessments against longevity and  
15 insurance appropriations throughout state government in a manner  
16 prescribed by the department of management and budget. Funds shall  
17 be used as specified in joint labor/management agreements or  
18 through the coordinated compensation hearings process. Any deposits  
19 made under this subsection and any unencumbered funds are  
20 restricted revenues, may be carried over into the succeeding fiscal  
21 years, and are appropriated.

22 (2) In addition to the funds appropriated in part 1 for  
23 statewide appropriations, the department of management and budget  
24 may receive and expend funds in such additional amounts as may be  
25 specified in joint labor/management agreements or through the

1 coordinated compensation hearings process in the same manner and  
2 subject to the same conditions as prescribed in subsection (1).

3       Sec. 705. To the extent a specific appropriation is required  
4 for a detail source of financing included in part 1 for the  
5 department of management and budget appropriations financed from  
6 special revenue and internal service and pension trust funds, or  
7 MAIN user charges, the specific amounts are appropriated within the  
8 special revenue internal service and pension trust funds in  
9 portions not to exceed the aggregate amount appropriated in part 1.

10       Sec. 706. In addition to the funds appropriated in part 1 to  
11 the department of management and budget, the department may receive  
12 and expend funds from other principal executive departments and  
13 state agencies to implement donated annual leave and administrative  
14 leave bank transfer provisions as may be specified in joint  
15 labor/management agreements. The amounts may also be transferred to  
16 other principal executive departments and state agencies under the  
17 joint agreement and any amounts transferred under the joint  
18 agreement are authorized for receipt and expenditure by the  
19 receiving principal executive department or state agency. Any  
20 amounts received by the department of management and budget under  
21 this section and intended, under the joint labor/management  
22 agreements, to be available for use beyond the close of the fiscal  
23 year and any unencumbered funds may be carried over into the  
24 succeeding fiscal year.

1       Sec. 707. The source of financing in part 1 for the Michigan  
2 administrative information network shall be funded by proportionate  
3 charges assessed against the respective state funds benefiting from  
4 this project in the amounts determined by the department.

5       Sec. 708. (1) Deposits against the interdepartmental grant  
6 from building occupancy and parking charges appropriated in part 1  
7 shall be collected, in part, from state agencies, the legislative  
8 branch, and the judicial branch based on estimated costs associated  
9 with maintenance and operation of buildings managed by the  
10 department of management and budget. To the extent excess revenues  
11 are collected due to estimates of building occupancy charges  
12 exceeding actual costs, the excess revenues may be carried forward  
13 into succeeding fiscal years for the purpose of returning funds to  
14 state agencies.

15       (2) Appropriations in part 1 to the department of management  
16 and budget, for management and budget services from building  
17 occupancy charges and parking charges, may be increased to return  
18 excess revenue collected to state agencies.

19       Sec. 709. The department of management and budget shall  
20 maintain an Internet website that contains notice of all  
21 invitations for bids and requests for proposals over \$50,000.00  
22 issued by the department or by any state agency operating under  
23 delegated authority. The department shall not accept an invitation  
24 for bid or request for proposal in less than 14 days after the  
25 notice is made available on the Internet website, except in

1 situations where it would be in the best interest of the state and  
2 documented by the department. In addition to the requirements of  
3 this section, the department may advertise the invitations for bids  
4 and requests for proposals in any manner the department determines  
5 appropriate, in order to give the greatest number of individuals  
6 and businesses the opportunity to make bids or requests for  
7 proposals.

8       Sec. 710. The department of management and budget may receive  
9 and expend funds from the Vietnam veterans memorial monument fund  
10 as provided in the Michigan Vietnam veterans memorial act, 1988 PA  
11 234, MCL 35.1051 to 35.1057. Funds are appropriated and allocated  
12 when received and may be expended upon receipt.

13       Sec. 711. The Michigan veterans' memorial park commission may  
14 receive and expend money from any source, public or private,  
15 including, but not limited to, gifts, grants, donations of money,  
16 and government appropriations, for the purposes described in  
17 Executive Order No. 2001-10. Funds are appropriated and allocated  
18 when received and may be expended upon receipt. Any deposits made  
19 under this section and unencumbered funds are restricted revenues  
20 and may be carried over into succeeding fiscal years.

21       Sec. 712. (1) Funds in part 1 for motor vehicle fleet are  
22 appropriated to the department of management and budget for  
23 administration and for the acquisition, lease, operation,  
24 maintenance, repair, replacement, and disposal of state motor  
25 vehicles.

1           (2) The appropriation in part 1 for motor vehicle fleet shall  
2 be funded by revenue from rates charged to principal executive  
3 departments and agencies for utilizing vehicle travel services  
4 provided by the department. Revenue in excess of the amount  
5 appropriated in part 1 from the motor transport fund and any  
6 unencumbered funds are restricted revenues and may be carried over  
7 into the succeeding fiscal year.

8           (3) The department of management and budget may charge state  
9 agencies for fuel cost increases that exceed \$2.27 per gallon of  
10 unleaded gasoline. The department shall notify state agencies, in  
11 writing or by electronic mail, at least 30 days before implementing  
12 additional charges for fuel cost increases. Revenues received from  
13 such charges are appropriated upon receipt.

14           Sec. 713. In addition to the funds appropriated in part 1, the  
15 department of management and budget may receive and expend money  
16 from the Michigan law enforcement officers memorial monument fund  
17 as provided in the Michigan law enforcement officers memorial act,  
18 2004 PA 177, MCL 28.781 to 28.787.

19           Sec. 714. In addition to the funds appropriated in part 1, the  
20 department of management and budget may receive and expend money  
21 from the Ronald Wilson Reagan memorial monument fund as provided in  
22 the Ronald Wilson Reagan memorial monument fund commission act,  
23 2004 PA 489, MCL 399.261 to 399.266.

24           Sec. 715. Of the \$16,793,100 included in part 1 for the  
25 department of management and budget, retirement services,



1 \$300,000.00 shall be used for a project to implement amendments to  
2 the public school employees retirement act of 1979, 1980 PA 300,  
3 MCL 38.1301 to 38.1467, to allow public school retirees to add a  
4 new spouse as a pension beneficiary when a previous spouse dies or  
5 if the retiree was not married at the time of retirement.

6 Unexpended appropriations are designated as work project  
7 appropriations and shall not lapse at the end of the fiscal year  
8 and shall continue to be available for expenditure until the  
9 project has been completed. The following is in compliance with  
10 section 451a of the management and budget act, 1984 PA 431, MCL  
11 18.1451a:

12 (a) The purpose of the project is to implement amendments to  
13 the public school employees retirement act to allow public school  
14 retirees to add a new spouse as a pension beneficiary when a  
15 previous spouse dies or if the retiree was not married at the time  
16 of retirement.

17 (b) The project will be accomplished by state employees and  
18 contract.

19 (c) The total estimated cost of the project is \$300,000.00.

20 (d) The tentative completion date is September 30, 2009.

21  
22 **STATE BUILDING AUTHORITY**

23 Sec. 725. (1) Subject to section 242 of the management and  
24 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the  
25 state building authority, the department may expend from the

1 general fund of the state during the fiscal year ending September  
2 30, 2008 an amount to meet the cash flow requirements of those  
3 state building authority projects solely for lease to a state  
4 agency identified in both part 1 and this section, and for which  
5 state building authority bonds or notes have not been issued, and  
6 for the sole acquisition by the state building authority of  
7 equipment and furnishings for lease to a state agency as permitted  
8 by 1964 PA 183, MCL 830.411 to 830.425, for which the issuance of  
9 bonds or notes is authorized by a legislative concurrent resolution  
10 that is effective for the fiscal year ending September 30, 2008.

11 Any general fund advances for which state building authority bonds  
12 have not been issued shall bear an interest cost to the state  
13 building authority at a rate not to exceed that earned by the state  
14 treasurer's common cash fund during the period in which the  
15 advances are outstanding and are repaid to the general fund of the  
16 state.

17 (2) Upon sale of bonds or notes for the projects identified in  
18 part 1 or for equipment as authorized by legislative concurrent  
19 resolution and in this section, the state building authority shall  
20 credit the general fund of the state an amount equal to that  
21 expended from the general fund plus interest, if any, as defined in  
22 this section.

23 (3) For state building authority projects for which bonds or  
24 notes have been issued and upon the request of the state building  
25 authority, the state treasurer shall make advances without interest  
26 from the general fund as necessary to meet cash flow requirements  
27 for the projects, which advances shall be reimbursed by the state  
28 building authority when the investments earmarked for the financing  
29 of the projects mature.

1           (4) In the event that a project identified in part 1 is  
2 terminated after final design is complete, advances made on behalf  
3 of the state building authority for the costs of final design shall  
4 be repaid to the general fund in a manner recommended by the  
5 director and approved by the JCOS.

6           Sec. 726. (1) State building authority funding to finance  
7 construction or renovation of a facility that collects revenue in  
8 excess of money required for the operation of that facility shall  
9 not be released to a university or community college unless the  
10 institution agrees to reimburse that excess revenue to the state  
11 building authority. The excess revenue shall be credited to the  
12 general fund to offset rent obligations associated with the  
13 retirement of bonds issued for that facility. The auditor general  
14 shall annually identify and present an audit of those facilities  
15 that are subject to this section. Costs associated with the  
16 administration of the audit shall be charged against money  
17 recovered pursuant to this section.

18           (2) As used in this section, "revenue" includes state  
19 appropriations, facility opening money, other state aid, indirect  
20 cost reimbursement, and other revenue generated by the activities  
21 of the facility.

22           Sec. 727. (1) The state building authority rent appropriations  
23 in part 1 may also be expended for the payment of required premiums  
24 for insurance on facilities owned by the state building authority  
25 or payment of costs that may be incurred as the result of any  
26 deductible provisions in such insurance policies.

27           (2) If the amount appropriated in part 1 for state building  
28 authority rent is not sufficient to pay the rent obligations and  
29 insurance premiums and deductibles identified in subsection (1) for

1 state building authority projects, there is appropriated from the  
2 general fund of the state the amount necessary to pay such  
3 obligations.

4 Sec. 728. The department of management and budget shall  
5 provide the JCOS and the fiscal agencies a report relative to the  
6 status of construction projects associated with state building  
7 authority bonds for fiscal year ending September 30<sup>th</sup> by October 15<sup>th</sup>  
8 of the following fiscal year, or not more than 30 days after a  
9 refinancing or restructuring bond issue is sold. The report shall  
10 include, but is not limited to, the following:

11 (a) A list of all completed construction projects for which  
12 state building authority bonds have been sold, and which bonds are  
13 currently active.

14 (b) A list of all projects under construction for which sale  
15 of state building authority bonds are pending.

16 (c) A list of all projects authorized for construction or  
17 identified in an appropriations act for which approval of  
18 schematic/preliminary plans or total authorized cost is pending  
19 that have state building authority bonds identified as a source of  
20 financing.

21  
22 **DEPARTMENT OF STATE**

23 Sec. 801. (1) In addition to the funds appropriated in part 1,  
24 there is appropriated an amount not to exceed \$1,000,000.00 for  
25 federal contingency funds. These funds are not available for  
26 expenditure until they have been transferred to another line item  
27 in this bill under section 393(2) of the department of management  
28 and budget act, 1984 PA 431, MCL 18.1393.

1       (2) In addition to the funds appropriated in part 1, there is  
2 appropriated an amount not to exceed \$7,500,000.00 for state  
3 restricted contingency funds. These funds are not available for  
4 expenditure until they have been transferred to another line item  
5 in this bill under section 393(2) of the department of management  
6 and budget act, 1984 PA 431, MCL 18.1393.

7       (3) In addition to the funds appropriated in part 1, there is  
8 appropriated an amount not to exceed \$50,000.00 for local  
9 contingency funds. These funds are not available for expenditure  
10 until they have been transferred to another line item in this bill  
11 under section 393(2) of the department of management and budget  
12 act, 1984 PA 431, MCL 18.1393.

13       (4) In addition to the funds appropriated in part 1, there is  
14 appropriated an amount not to exceed \$100,000.00 for private  
15 contingency funds. These funds are not available for expenditure  
16 until they have been transferred to another line item in this bill  
17 under section 393(2) of the department of management and budget  
18 act, 1984 PA 431, MCL 18.1393.

19       Sec. 802. All funds made available by section 3171 of the  
20 insurance code of 1956, 1956 PA 218, MCL 500.3171, are appropriated  
21 and made available to the department of state to be expended only  
22 for the uses and purposes for which the funds are received as  
23 provided by sections 3171 to 3177 of the insurance code of 1956,  
24 1956 PA 218, MCL 500.3171 to 500.3177.

25       Sec. 803. From the funds appropriated in part 1, the  
26 department of state shall sell copies of records including, but not  
27 limited to, records of motor vehicles, off-road vehicles,  
28 snowmobiles, watercraft, mobile homes, personal identification  
29 cardholders, drivers, and boat operators and shall charge \$7.00 per

1 record sold only as authorized in section 208b of the Michigan  
2 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,  
3 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the  
4 natural resources and environmental protection act, 1994 PA 451,  
5 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue  
6 received from the sale of records shall be credited to the  
7 transportation administration collection fund created under section  
8 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

9       Sec. 804. From the funds appropriated in part 1, the secretary  
10 of state may enter into agreements with the department of  
11 corrections for the manufacture of vehicle registration plates 15  
12 months before the registration year in which the registration  
13 plates will be used.

14       Sec. 805. (1) The department of state may accept gifts,  
15 donations, contributions, and grants of money and other property  
16 from any private or public source to underwrite, in whole or in  
17 part, the cost of a departmental publication that is prepared and  
18 disseminated under the Michigan vehicle code, 1949 PA 300, MCL  
19 257.1 to 257.923. A private or public funding source may receive  
20 written recognition in the publication and may furnish a traffic  
21 safety message, subject to departmental approval, for inclusion in  
22 the publication. The department may reject a gift, donation,  
23 contribution, or grant. The department may furnish copies of a  
24 publication underwritten, in whole or in part, by a private source  
25 to the underwriter at no charge.

26       (2) The department of state may sell and accept paid  
27 advertising for placement in a departmental publication that is  
28 prepared and disseminated under the Michigan vehicle code, 1949 PA  
29 300, MCL 257.1 to 257.923. The department may charge and receive a

1 fee for any advertisement appearing in a departmental publication  
2 and shall review and approve the content of each advertisement. The  
3 department may refuse to accept advertising from any person or  
4 organization. The department may furnish a reasonable number of  
5 copies of a publication to an advertiser at no charge.

6 (3) Pending expenditure, the funds received under this section  
7 shall be deposited in the Michigan department of state publications  
8 fund created by section 211 of the Michigan vehicle code, 1949 PA  
9 300, MCL 257.211. Funds given, donated, or contributed to the  
10 department from a private source are appropriated and allocated for  
11 the purpose for which the revenue is furnished. Funds granted to  
12 the department from a public source are allocated and may be  
13 expended upon receipt. The department shall not accept a gift,  
14 donation, contribution, or grant if receipt is conditioned upon a  
15 commitment of state funding at a future date. Revenue received from  
16 the sale of advertising is appropriated and may be expended upon  
17 receipt.

18 (4) Any unexpended revenues received under this section shall  
19 be carried over into subsequent fiscal years and shall be available  
20 for appropriation for the purposes described in this section.

21 (5) On March 1 of each year, the department of state shall  
22 file a report with the senate and house of representatives standing  
23 committees on appropriations, the senate and house fiscal agencies,  
24 and the state budget director. The report shall include all of the  
25 following information:

26 (a) The amount of gifts, contributions, donations, and grants  
27 of money received by the department under this section for the  
28 prior fiscal year.

1 (b) A listing of the expenditures made from the amounts  
2 received by the department as reported in subdivision (a).

3 (c) A listing of any gift, donation, contribution, or grant of  
4 property other than funding received by the department under this  
5 section for the prior year.

6 (d) The total revenue received from the sale of paid  
7 advertising accepted under this section and a statement of the  
8 total number of advertising transactions.

9 (6) In addition to copies delivered without charge as the  
10 secretary of state considers necessary, the department of state may  
11 sell copies of manuals and other publications regarding the sale,  
12 ownership, or operation or regulation of motor vehicles, with  
13 amendments, at prices to be established by the secretary of state.  
14 As used in this subsection, the term "manuals and other  
15 publications" includes videos and proprietary electronic  
16 publications. All funds received from sales of these manuals and  
17 other publications shall be credited to the Michigan department of  
18 state publications fund.

19 Sec. 806. Funds collected by the department of state under  
20 section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211,  
21 are appropriated for all expenses necessary to provide for the  
22 costs of the publication. Funds are allotted for expenditure when  
23 they are received by the department of treasury and shall not lapse  
24 to the general fund at the end of the fiscal year.

25 Sec. 807. From the funds appropriated in part 1, the  
26 department of state shall use available balances at the end of the  
27 state fiscal year to provide payment to the department of state  
28 police in the amount of \$331,400.00 for the services provided by



1 the traffic accident records program as first appropriated in 1990  
2 PA 196 and 1990 PA 208.

3 Sec. 808. From the funds appropriated in part 1, the  
4 department of state may restrict funds from miscellaneous revenue  
5 to cover cash shortages created from normal branch office  
6 operations. This amount shall not exceed \$50,000.00 of the total  
7 funds available in miscellaneous revenue.

8 Sec. 809. (1) Commemorative and specialty license plate fee  
9 revenue collected by the department of state and deposited into the  
10 transportation administration collection fund is authorized for  
11 expenditure up to the amount of revenue collected but not to exceed  
12 the amount appropriated to the department of state in part 1 to  
13 administer commemorative and specialty license plate programs.

14 (2) Commemorative and specialty license plate fee revenue  
15 collected by the department of state and deposited in the  
16 transportation administration collection fund, in addition to the  
17 amount appropriated in part 1 to the department of state, shall  
18 remain in the transportation administration collection fund and be  
19 available for future appropriation.

20 Sec. 810. (1) Collector plate and fund-raising registration  
21 plate revenues collected by the department of state are  
22 appropriated and allotted for distribution to the recipient  
23 university or public or private agency overseeing a state-sponsored  
24 goal when received. Distributions shall occur on a quarterly basis  
25 or as otherwise authorized by law. Any revenues remaining at the  
26 end of the fiscal year shall not lapse to the general fund but  
27 shall remain available for distribution to the university or agency  
28 in the next fiscal year.

1           (2) Funds or revenues in the Olympic education training center  
2 fund are appropriated for distribution to the Olympic education  
3 training center at Northern Michigan University. Distributions  
4 shall occur on a quarterly basis. Any undistributed revenue  
5 remaining at the end of the fiscal year shall be carried over into  
6 the next fiscal year.

7           Sec. 811. The department of state may produce and sell copies  
8 of a training video designed to inform registered automotive repair  
9 facilities of their obligations under Michigan law. The price shall  
10 not exceed the cost of production and distribution. The money  
11 received from the sale of training videos shall revert to the  
12 department of state and be placed in the auto repair facility  
13 account.

14           Sec. 812. (1) The department of state, in collaboration with  
15 the gift of life transplantation society or its successor federally  
16 designated organ procurement organization, may develop and  
17 administer a public information campaign concerning the Michigan  
18 organ donor program.

19           (2) The department may solicit funds from any private or  
20 public source to underwrite, in whole or in part, the public  
21 information campaign authorized by this section. The department may  
22 accept gifts, donations, contributions, and grants of money and  
23 other property from private and public sources for this purpose. A  
24 private or public funding source underwriting the public  
25 information campaign, in whole or in substantial part, shall  
26 receive sponsorship credit for its financial backing.

27           (3) Funds received under this section, including grants from  
28 state and federal agencies, shall not lapse to the general fund at

1 the end of the fiscal year but shall remain available for  
2 expenditure for the purposes described in this section.

3 (4) Funding appropriated in part 1 for the organ donor program  
4 shall be used for producing a pamphlet to be distributed with  
5 driver licenses and personal identification cards regarding organ  
6 donations. The funds shall be used to update and print a pamphlet  
7 that will explain the organ donor program and encourage people to  
8 become donors by marking a check off on driver license and personal  
9 identification card applications.

10 (5) The pamphlet shall include a return reply form addressed  
11 to the gift of life organization. Funding appropriated in part 1  
12 for the organ donor program shall be used to pay for return postage  
13 costs.

14 (6) In addition to the appropriations in part 1, the  
15 department of state may receive and expend funds from the organ and  
16 tissue donation education fund for administrative expenses.

17 Sec. 816. (1) Any service assessment collected by the  
18 department of state from the user of a credit or debit card under  
19 section 3 of 1995 PA 144, MCL 11.23, is appropriated to the  
20 department for necessary expenses related to that service and may  
21 be remitted to a credit or debit card company, bank, or other  
22 financial institution. Funds are allocated for expenditure when  
23 they are received by the department of treasury.

24 (2) The service assessment imposed by the department of state  
25 for credit and debit card services may be based either on a  
26 percentage of each individual credit or debit card transaction, or  
27 on a flat rate per transaction. However, the department shall not  
28 charge any amount for a service assessment which exceeds the costs  
29 billable to the department for service assessments.

1 (3) If there is a balance of service assessments received from  
2 credit and debit card services remaining on September 30, the  
3 balance may be carried forward to the following fiscal year and  
4 appropriated for the same purpose.

5 (4) As used in this section, "service assessment" means and  
6 includes costs associated with service fees imposed by credit and  
7 debit card companies and processing fees imposed by banks and other  
8 financial institutions.

9  
10 **DEPARTMENT OF TREASURY**

11 **OPERATIONS**

12 Sec. 901. (1) In addition to the funds appropriated in part 1,  
13 there is appropriated an amount not to exceed \$1,000,000.00 for  
14 federal contingency funds. These funds are not available for  
15 expenditure until they have been transferred to another line item  
16 in this bill under section 393(2) of the department of management  
17 and budget act, 1984 PA 431, MCL 18.1393.

18 (2) In addition to the funds appropriated in part 1, there is  
19 appropriated an amount not to exceed \$10,000,000.00 for state  
20 restricted contingency funds. These funds are not available for  
21 expenditure until they have been transferred to another line item  
22 in this bill under section 393(2) of the department of management  
23 and budget act, 1984 PA 431, MCL 18.1393.

24 (3) In addition to the funds appropriated in part 1, there is  
25 appropriated an amount not to exceed \$200,000.00 for local  
26 contingency funds. These funds are not available for expenditure  
27 until they have been transferred to another line item in this bill  
28 under section 393(2) of the department of management and budget  
29 act, 1984 PA 431, MCL 18.1393.

1       (4) In addition to the funds appropriated in part 1, there is  
2 appropriated an amount not to exceed \$40,000.00 for private  
3 contingency funds. These funds are not available for expenditure  
4 until they have been transferred to another line item in this bill  
5 under section 393(2) of the department of management and budget  
6 act, 1984 PA 431, MCL 18.1393.

7       Sec. 902. (1) Amounts needed to pay for interest, fees,  
8 principal, arbitrage rebates as required by federal law, and costs  
9 associated with the payment, registration, trustee services, credit  
10 enhancements, and issuing costs in excess of the amount  
11 appropriated to the department of treasury in part 1 for debt  
12 service on notes and bonds that are issued by the state under  
13 sections 14, 15, and 16 of article IX of the state constitution of  
14 1963 as implemented by 1967 PA 266, MCL 17.451 to 17.455, are  
15 appropriated.

16       (2) In addition to the amount appropriated to the department  
17 of treasury for debt service in part 1, there is appropriated an  
18 amount for fiscal year cash-flow borrowing costs to pay for  
19 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to  
20 12.53.

21       Sec. 903. (1) From the funds appropriated in part 1, the  
22 department of treasury may contract with private collection  
23 agencies and law firms to collect taxes and other accounts due this  
24 state. In addition to the amounts appropriated in part 1 to the  
25 department of treasury, there are appropriated amounts necessary to  
26 fund collection costs and fees not to exceed 25% of the collections  
27 or 2.5% plus operating costs, whichever amount is prescribed by the  
28 contract. The appropriation to fund collection costs and fees for  
29 the collection of taxes or other accounts due this state are from

1 the fund or account to which the revenues being collected are  
2 recorded or dedicated. However, if the taxes collected are  
3 constitutionally dedicated for a specific purpose, the  
4 appropriation of collection costs and fees are from the general  
5 purpose account of the general fund.

6 (2) From the funds appropriated in part 1, the department of  
7 treasury may contract with private collections agencies and law  
8 firms to collect defaulted student loans and other accounts due the  
9 Michigan guaranty agency. In addition to the amounts appropriated  
10 in part 1 to the department of treasury, there are appropriated  
11 amounts necessary to fund collection costs and fees not to exceed  
12 22% of the collection or a lesser amount as prescribed by the  
13 contract. The appropriation to fund collection costs and fees for  
14 the auditing and collection of defaulted student loans due the  
15 Michigan guaranty agency is from the fund or account to which the  
16 revenues being collected are recorded or dedicated.

17 (3) The department of treasury shall submit a report for the  
18 immediately preceding fiscal year ending September 30 to the state  
19 budget director and the senate and house of representatives  
20 standing committees on appropriations not later than November 30  
21 stating the agencies or law firms employed, the amount of  
22 collections for each, the costs of collection, and other pertinent  
23 information relating to determining whether this authority should  
24 be continued.

25 Sec. 904. (1) The department of treasury, through its bureau  
26 of investments, may charge an investment service fee against the  
27 applicable retirement funds. The fees may be expended for necessary  
28 salaries, wages, contractual services, supplies, materials,  
29 equipment, travel, worker's compensation insurance premiums, and

1 grants to the civil service commission and state employees'  
2 retirement funds. Service fees shall not exceed the aggregate  
3 amount appropriated in part 1. The department of treasury shall  
4 maintain accounting records in sufficient detail to enable the  
5 retirement funds to be reimbursed periodically for fee revenue that  
6 is determined by the department of treasury to be surplus.

7 (2) In addition to the funds appropriated in part 1 from the  
8 retirement funds to the department of treasury, there is  
9 appropriated from retirement funds an amount sufficient to pay for  
10 the services of money managers, investment advisors, investment  
11 consultants, custodians, and other outside professionals, the state  
12 treasurer considers necessary to prudently manage the retirement  
13 funds' investment portfolios. The state treasurer shall report  
14 annually to the senate and house of representatives standing  
15 committees on appropriations and the state budget office concerning  
16 the performance of each portfolio by investment advisor.

17 Sec. 905. (1) There is appropriated an amount sufficient to  
18 recognize and pay expenditures for financial services provided by  
19 financial institutions as provided under section 1 of 1861 PA 111,  
20 MCL 21.181.

21 (2) The appropriations under subsection (1) shall be funded by  
22 restricting revenues from common cash interest earnings and  
23 investment earnings in an amount sufficient to record these  
24 expenditures.

25 Sec. 906. (1) The department of treasury shall sell copies of  
26 the state tax manual, uniform accounting procedures manual, general  
27 property tax law manual, and other local government assistance  
28 manuals with amendments, at a price not to exceed the cost of  
29 production. The revenue received from the sale of preparation and

1 local government assistance manuals shall revert to the department  
2 of treasury and be placed in the local government assistance manual  
3 revolving fund.

4 (2) In addition to the funds appropriated in part 1, revenue  
5 received from the sale of those manuals is appropriated.

6 Sec. 907. (1) The department of treasury shall charge for  
7 audits as permitted by state or federal law or under contractual  
8 arrangements with local units of government, other principal  
9 executive departments, or state agencies. A report detailing audits  
10 performed and audit charges for the immediately preceding fiscal  
11 year shall be submitted to the state budget director and the senate  
12 and house fiscal agencies not later than November 30.

13 (2) The appropriation in part 1 to the department of treasury,  
14 for state compliance audits, shall be used to cover the cost of the  
15 state audits performed by independent certified public accountants  
16 or department of treasury auditors. The scope of the state audit  
17 shall be defined by the state treasurer. The state audits shall be  
18 performed by independent certified public accountants contracted  
19 with by the state treasurer or by department of treasury auditors,  
20 if the county has agreed to contract with and pay the department  
21 for their financial single audit.

22 (3) The state audits shall be performed for the most current  
23 county fiscal year in conjunction with the financial single audit.  
24 The state audit may be performed either by certified public  
25 accountants contracted by the state treasurer or department of  
26 treasury staff, independent of the financial single audit, if a  
27 state audit has not been performed within the last 3 years.

28 Sec. 908. A revolving fund known as the assessor certification  
29 and training fund is created in the department of treasury. The



1 assessor certification and training fund shall be used to organize  
2 and operate a property assessor certification and training program.  
3 Each participant certified and trained shall pay to the department  
4 of treasury an examination fee of \$50.00, an initial certification  
5 fee of \$50.00, an annual renewal fee of \$75.00 for levels 1 and 2,  
6 and \$125.00 for levels 3 and 4 to offset the cost of administering  
7 the certification and training program. Training courses shall be  
8 offered in assessment administration. Each participant shall pay a  
9 fee to cover the expenses incurred in offering the optional  
10 programs to certified assessing personnel and other individuals  
11 interested in an assessment career opportunity. The fees collected  
12 shall be credited to the assessor certification and training fund.

13       Sec. 909. The amount appropriated in part 1 to the department  
14 of treasury, home heating assistance program, is to cover the  
15 costs, including data processing, of administering federal home  
16 heating credits to eligible claimants and to administer the  
17 supplemental fuel cost payment program for eligible tax credit and  
18 welfare recipients.

19       Sec. 910. Revenue from the airport parking tax act, 1987 PA  
20 248, MCL 207.371 to 207.383, is appropriated and shall be  
21 distributed under section 7a of the airport parking tax act, 1987  
22 PA 248, MCL 207.377a.

23       Sec. 911. The disbursement by the department of treasury from  
24 the bottle deposit fund to dealers as required by section 3c(2) of  
25 the Initiated Law of 1976, MCL 445.573c, is appropriated.

26       Sec. 912. (1) There is appropriated an amount sufficient to  
27 recognize and pay refundable income tax credits as provided by the  
28 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

1           (2) The appropriations under subsection (1) shall be funded by  
2   restricting income tax revenue in an amount sufficient to record  
3   these expenditures.

4           Sec. 913. A plaintiff in a garnishment action involving this  
5   state shall pay to the state treasurer 1 of the following:

6           (a) A fee of \$6.00 at the time a writ of garnishment of  
7   periodic payments is served upon the state treasurer, as provided  
8   in section 4012 of the revised judicature act of 1961, 1961 PA 236,  
9   MCL 600.4012.

10          (b) A fee of \$6.00 at the time any other writ of garnishment  
11   is served upon the state treasurer, except that the fee shall be  
12   reduced to \$5.00 for each writ of garnishment for individual income  
13   tax refunds or credits filed by magnetic media.

14          Sec. 914. (1) The department of treasury may contract with  
15   private firms to appraise and, if necessary, appeal the assessments  
16   of senior citizen cooperative housing units. Payment for this  
17   service shall be from savings resulting from the appraisal or  
18   appeal process.

19          (2) Of the funds appropriated in part 1 to the department of  
20   treasury for the senior citizens' cooperative housing tax exemption  
21   program, a portion is to be utilized for a program audit of the  
22   program. The department of treasury shall forward copies of the  
23   audit report to the senate and house of representatives standing  
24   committees on appropriations subcommittees on general government  
25   and to the state budget office. The department of treasury may  
26   utilize up to 1% of the funds for program administration and  
27   auditing.

28          Sec. 915. The department of treasury may provide a \$200.00  
29   annual prize from the Ehlers internship award account in the gifts,

1 bequests, and deposit fund to the runner-up of the Rosenthal prize  
2 for interns. The Ehlers internship award account is interest  
3 bearing.

4       Sec. 916. Pursuant to section 61 of the Michigan campaign  
5 finance act, 1976 PA 388, MCL 169.261, there is appropriated from  
6 the general fund to the state campaign fund an amount equal to the  
7 amounts designated for tax year 2006. Except as otherwise provided  
8 in this section, the amount appropriated shall not revert to the  
9 general fund and shall remain in the state campaign fund. Any  
10 amounts remaining in the state campaign fund in excess of  
11 \$10,000,000.00 on December 31, 2007 shall revert to the general  
12 fund.

13       Sec. 917. The department of treasury may make available to  
14 interested entities otherwise unavailable customized unclaimed  
15 property listings of nonconfidential information in its possession.  
16 The charge for this information is as follows: 1 to 100,000 records  
17 at 2.5 cents per record and 100,001 or more records at .5 cents per  
18 record. The revenue received from this service shall be deposited  
19 to the appropriate revenue account or fund. The department shall  
20 submit an annual report on or before June 1 to the state budget  
21 director and the senate and house of representatives standing  
22 committees on appropriations that states the amount of revenue  
23 received from the sale of information.

24       Sec. 918. (1) There is appropriated for write-offs and  
25 advances an amount equal to total write-offs and advances for  
26 departmental programs, but not to exceed current year  
27 authorizations that would otherwise lapse to the general fund.

28       (2) The department of treasury shall submit a report for the  
29 immediately preceding fiscal year to the state budget director and

1 the senate and house fiscal agencies not later than November 30,  
2 stating the amounts appropriated for write-offs and advances under  
3 subsection (1).

4 Sec. 919. In addition to funds appropriated in part 1, the  
5 department of treasury may receive and expend funds for conducting  
6 tax orientation workshops and seminars. Funds received may not  
7 exceed costs incurred in conducting the workshops and seminars.

8 Sec. 920. Payments from the appropriation in part 1 to the  
9 department of treasury for grants to counties in lieu of taxes for  
10 lands transferred to the federal government include a payment for  
11 Sleeping Bear Dunes national lakeshore under 1974 PA 359, MCL 3.901  
12 to 3.910.

13 Sec. 921. (1) From funds appropriated in part 1, the  
14 department of treasury may contract with private auditing firms to  
15 audit for and collect unclaimed property due this state in  
16 accordance with the Michigan uniform unclaimed property act. In  
17 addition to the amounts appropriated in part 1 to the department of  
18 treasury, there are appropriated amounts necessary to fund auditing  
19 and collection costs and fees not to exceed 12% of the collections,  
20 or a lesser amount as prescribed by the contract. The appropriation  
21 to fund collection costs and fees for the auditing and collection  
22 of unclaimed property due this state is from the fund or account to  
23 which the revenues being collected are recorded or dedicated.

24 (2) The department of treasury shall submit a report for the  
25 immediately preceding fiscal year ending September 30 to the state  
26 budget director and the senate and house of representatives  
27 standing committees on appropriations not later than November 30  
28 stating the auditing firms employed, the amount of collections for

1 each, the costs of collection, and other pertinent information  
2 relating to determining whether this authority should be continued.

3       Sec. 922. The state general fund/general purpose appropriation  
4 in part 1 for renaissance zone reimbursement is allocated to  
5 reimburse public libraries as provided by section 12 of the  
6 Michigan renaissance zone act, 1996 PA 376, MCL 125.2692, for  
7 property taxes levied in 2006. Reimbursements shall be made in  
8 amounts to each eligible recipient not later than 60 days after the  
9 department of treasury certifies that it has received all necessary  
10 information to properly determine the amounts due each eligible  
11 recipient under section 12(4) of the Michigan renaissance zone act,  
12 1996 PA 376, MCL 125.2692. Any excess allocations shall lapse to  
13 the general fund.

14       Sec. 923. The department of treasury shall submit a report for  
15 the immediately preceding fiscal year ending September 30 to the  
16 senate and house of representatives standing committees on  
17 appropriations subcommittees on general government, the senate and  
18 house fiscal agencies, and the state budget director by November 30  
19 stating the amount of Michigan transportation fund revenue  
20 collected and the cost of collection.

21       Sec. 924. (1) In addition to the funds appropriated in part 1,  
22 the department of treasury may receive and expend principal  
23 residence audit fund revenue for administration of principal  
24 residence audits under the general property tax act, 1893 PA 206,  
25 MCL 211.1 to 211.157.

26       (2) The department of treasury shall submit a report for the  
27 immediately preceding fiscal year to the state budget director and  
28 the senate and house fiscal agencies not later than December 31,

1 stating the amount of revenue appropriated for principal residence  
2 audits under subsection (1).

3       Sec. 928. The department of treasury may provide receipt,  
4 warrant and cash processing, data, collection, investment, fiscal  
5 agent, levy and warrant cost assessment, writ of garnishment, and  
6 other user services on a contractual basis for other principal  
7 executive departments and state agencies. Funds for the services  
8 provided are appropriated and shall be expended for salaries and  
9 wages, fees, supplies, and equipment necessary to provide the  
10 services. Any unobligated balance of the funds received shall  
11 revert to the general fund of this state as of September 30.

12       Sec. 929. The department of treasury may enter into agreements  
13 to supply data or collection services to other executive principal  
14 departments or state agencies, the United States department of  
15 treasury, or local units of government within this state. The  
16 department of treasury shall charge for this tax data service and  
17 amounts received are appropriated and shall be expended for  
18 salaries and wages, fees, supplies, and equipment necessary to  
19 provide the service. Any unobligated balance of the fund shall  
20 revert to the general fund of this state as of September 30.

21       Sec. 930. (1) The department of treasury shall provide  
22 accounts receivable collections services to other principal  
23 executive departments and state agencies under 1927 PA 375, MCL  
24 14.131 to 14.134. The department of treasury shall deduct a fee  
25 equal to the cost of collections from all receipts except  
26 unrestricted general fund collections. Fees shall be credited to a  
27 restricted revenue account and appropriated to the department of  
28 treasury to pay for the cost of collections. The department of  
29 treasury shall maintain accounting records in sufficient detail to

1 enable the respective accounts to be reimbursed periodically for  
2 fees deducted that are determined by the department of treasury to  
3 be surplus to the actual cost of collections.

4 (2) The department of treasury shall submit a report for the  
5 immediately preceding fiscal year to the state budget director and  
6 the senate and house fiscal agencies not later than November 30,  
7 stating the principal executive departments and state agencies  
8 served, funds collected, and costs of collection under subsection  
9 (1).

10 Sec. 931. (1) The appropriation in part 1 to the department of  
11 treasury for treasury fees shall be assessed against all restricted  
12 funds that receive common cash earnings. Treasury fees include all  
13 costs, including administrative overhead, relating to the  
14 investment of each restricted fund. The fee assessed against each  
15 restricted fund will be based on the size of the restricted fund  
16 (the absolute value of the average daily cash balance plus the  
17 market value of investments in the prior fiscal year) and the level  
18 of effort necessary to maintain the restricted fund as required by  
19 each department. The department of treasury shall provide a report  
20 to the state budget director, the senate and house of  
21 representatives standing committees on appropriations subcommittees  
22 on general government, and the senate and house fiscal agencies by  
23 November 30 of each year identifying the fees assessed against each  
24 restricted fund.

25 (2) In addition to the funds appropriated in part 1, the  
26 department of treasury may receive and expend investment fees  
27 relating to new restricted funding sources that participate in  
28 common cash earnings during the current fiscal year. When a new  
29 restricted fund is created starting on or after October 1, that

1 restricted fund shall be assessed a fee using the same criteria  
2 identified in subsection (1).

3 Sec. 932. Revenue received under the Michigan education trust  
4 act, 1986 PA 316, MCL 390.1421 to 390.1442, may be expended by the  
5 board of directors of the Michigan education trust for necessary  
6 salaries, wages, supplies, contractual services, equipment,  
7 worker's compensation insurance premiums, and grants to the civil  
8 service commission and state employees' retirement fund.

9 Sec. 933. (1) The \$800,000.00 appropriated in part 1 for the  
10 Michigan education savings program is from the Michigan merit award  
11 trust fund to fund an incentive program for the Michigan education  
12 savings program created under the Michigan education savings  
13 program act, 2000 PA 161, MCL 390.1471 to 390.1486.

14 (2) The funds appropriated for the Michigan education savings  
15 program shall be used to provide a state match to dollars invested  
16 on behalf of each child named as a designated beneficiary in the  
17 Michigan education savings program who is 6 years of age or less,  
18 who is a Michigan resident, and whose family's income is \$80,000.00  
19 or less.

20 (3) During the current fiscal year, the state shall provide  
21 \$1.00 of matching funds for each \$3.00 of individual contributions  
22 to the educational savings accounts. The maximum state match for  
23 each designated beneficiary shall be \$200.00.

24 (4) The state match shall be available only in the first year  
25 the child is enrolled in the Michigan education savings program.

26 Sec. 934. The department of treasury may expend revenues  
27 received under the hospital finance authority act, 1969 PA 38, MCL  
28 331.31 to 331.84, for necessary salaries, wages, supplies,  
29 contractual services, equipment, worker's compensation insurance



1 premiums, and grants to the civil service commission and state  
2 employees' retirement fund. The department of treasury shall  
3 maintain accounting records in sufficient detail to enable the  
4 hospital clients to be reimbursed periodically for fees that are  
5 determined by the department of treasury to be surplus to needs.

6       Sec. 935. The department of treasury may expend revenue  
7 received under the shared credit rating act, 1985 PA 227, MCL  
8 141.1051 to 141.1076, for necessary salaries, wages, supplies,  
9 contractual services, equipment, worker's compensation insurance  
10 premiums, and grants to the civil service commission and state  
11 employees' retirement fund.

12       Sec. 936. The department of treasury shall establish a  
13 separate account for the funds related to the Michigan higher  
14 education facilities authority. The department of treasury may  
15 expend revenue received under the higher education facilities  
16 authority act, 1969 PA 295, MCL 390.921 to 390.934, for necessary  
17 salaries, wages, supplies, contractual services, equipment,  
18 worker's compensation insurance premiums, and grants to the civil  
19 service commission and state employees' retirement fund. The  
20 department of treasury shall maintain accounting records in  
21 sufficient detail to enable the educational institution clients to  
22 be reimbursed periodically for fees that are determined by the  
23 department to be surplus to needs.

24       Sec. 937. The department of treasury may expend revenues  
25 received under the Michigan public educational facilities  
26 authority, Executive Order No. 2002-3, for necessary salaries,  
27 wages, supplies, contractual services, equipment, worker's  
28 compensation insurance premiums, and grants to the civil service  
29 commission and state employees' retirement fund.

1       Sec. 939. The state treasurer, acting within his or her  
2 capacity as the investment fiduciary for public employee pension  
3 funds and consistent with 1965 PA 314, MCL 38.1132 to 38.1140m, may  
4 give appropriate consideration to investments in early stage,  
5 university derived life science companies located in Michigan, or  
6 investments in venture capital funds that invest in those companies  
7 to the extent those investments offer the safety and rate of return  
8 comparable to other investments permitted and available at the time  
9 the investment decision is made.

10       Sec. 940. (1) Of the \$5,267,400.00 included in part 1 for the  
11 revenue enhancement program, \$4,767,400.00 shall be used for  
12 revenue collection enhancement activities including auditing  
13 functions.

14       (2) The \$500,000.00 balance of the \$5,267,400.00 shall be used  
15 for the principal residence exemption compliance program. Revenue  
16 generated to the state from the principal residence exemption  
17 compliance program shall be used to reimburse the state general  
18 fund for the \$500,000.00 appropriation prior to any other  
19 allocation. Additional funds from the revenue enhancement program  
20 and carryforward appropriations may be used to support costs in  
21 excess of \$500,000.00.

22       (3) Unexpended appropriations of the revenue enhancement  
23 program are designated as work project appropriations and shall not  
24 lapse at the end of the fiscal year and shall continue to be  
25 available for expenditure until the project has been completed. The  
26 following is in compliance with section 451a of the management and  
27 budget act, 1984 PA 431, MCL 18.1451a:

28       (a) The purpose of the project is to enhance revenue  
29 collection activities.

1 (b) The project will be accomplished by contract.

2 (c) The total estimated cost of the project is \$24,600,000.00.

3 (d) The tentative completion date is September 30, 2009.

4 Sec. 941. (1) The funds appropriated in part 1 for local  
5 public safety grants shall be distributed to cities, villages, and  
6 townships eligible under this section for state financial support  
7 of local law enforcement and fire protection services.

8 (2) Funds appropriated in part 1 for local public safety  
9 grants shall not be expended unless bill request number \_\_\_\_ is  
10 enacted into law to increase liquor license fees under section 543  
11 of the Michigan liquor control code, 1968 PA 58, MCL 436.1543.

12 (3) Funding shall be distributed to cities, villages, and  
13 townships based on the most recently available annual prison intake  
14 data from the department of corrections and the number of prisoners  
15 residing in a city, village, or township prior to incarceration.

16 (4) A grant award under this section shall be a minimum of  
17 \$100,000.00.

## 18 19 **REVENUE SHARING**

20 Sec. 950. (1) Revenue collected in accordance with section 10  
21 of article IX of the state constitution of 1963 in excess of the  
22 amount appropriated in part 1 for constitutional revenue sharing is  
23 appropriated for distribution to townships, cities, and villages on  
24 a population basis as specified by law. The appropriation in part 1  
25 for statutory state general revenue sharing grants to townships,  
26 cities, and villages shall be reduced by an amount equal to any  
27 additional constitutional revenue sharing appropriations authorized  
28 in this section.

1           (2) The appropriation in part 1 for statutory state general  
2 revenue sharing grants shall be distributed according to the Glenn  
3 Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901  
4 to 141.921. Undistributed funds shall lapse to the general fund.

5           Sec. 952. The appropriation in part 1 for special grants to  
6 cities shall be used to restore revenue sharing reductions  
7 contained in Executive Order No. 2003-23 to a city that had an  
8 emergency financial manager appointed pursuant to the local  
9 government fiscal responsibility act, 1990 PA 72, MCL 141.1201 to  
10 141.1291, continuously from December 10, 2003 through September 30,  
11 2008.

12           Sec. 955. (1) There is appropriated to each county an amount  
13 equal to the amount distributed to each county for the fiscal year  
14 ending September 30, 2004, pursuant to the Glenn Steil state  
15 revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921,  
16 adjusted by the inflation rate as defined in section 34d of the  
17 general property tax act, 1893 PA 206, MCL 211.34d, and reduced by  
18 the amount each county is authorized to annually expend in that  
19 county's fiscal year beginning after September 30, 2004, from its  
20 revenue sharing reserve fund pursuant to section 44a of the general  
21 property tax act, 1893 PA 206, MCL 211.44a.

22           (2) The department of treasury shall annually certify to the  
23 state budget director the amount each county is authorized to  
24 expend from its revenue sharing reserve fund.

25           Sec. 956. (1) The funds appropriated in part 1 for local  
26 government collaborative efforts shall be distributed to cities,  
27 villages, and townships that achieve greater efficiencies in the  
28 delivery of essential public services.

1 (2) Not more than \$250,000.00 of the amount appropriated in  
2 part 1 for local government collaborative efforts shall be expended  
3 for community partnership grants awarded through the centers for  
4 regional excellence program.

5 (3) In order to be eligible for funding under this section, a  
6 city, village, or township shall participate in activities that  
7 result in shared services, mergers, or consolidation with other  
8 governmental entities.

9 (4) The governing body of a city, village, or township shall  
10 be awarded funding upon demonstration to the department of treasury  
11 that regional cooperative agreements have been implemented in a  
12 form and in a manner approved by the department.

13 (5) The department shall calculate an amount for each city,  
14 village, or township based on the formulas under section 13 (8),  
15 (9) and (10) of the Glenn Steil state revenue sharing act of 1971,  
16 1971 PA 140, MCL 141.913.

17 (6) Any unexpended and unencumbered funds remaining for the  
18 fiscal year ending September 30, 2008, shall be deposited to the  
19 state general fund.

## 20 21 **LOTTERY**

22 Sec. 960. In addition to the funds appropriated in part 1 to  
23 the bureau of state lottery, there is appropriated from lottery  
24 revenues the amount necessary for, and directly related to,  
25 implementing and operating lottery games. Appropriations under this  
26 section shall only be expended for contractually mandated payments  
27 for vendor commissions, contractually mandated payments for instant  
28 tickets intended for resale, the contractual costs of providing and

1 maintaining the on-line system communications network, and  
2 incentive and bonus payments to lottery retailers.

3 Sec. 961. The funds appropriated in part 1 to the bureau of  
4 state lottery shall not be used for any promotional efforts  
5 directed towards individuals who are less than 18 years of age.

#### 7 **CASINO GAMING**

8 Sec. 971. From the revenue collected by the Michigan gaming  
9 control board regarding the total annual assessment of each casino  
10 licensee, \$2,000,000.00 is appropriated and shall be deposited in  
11 the compulsive gaming prevention fund as described in section  
12 12a(5) of the Michigan gaming control and revenue act, the  
13 Initiated Law of 1996, MCL 432.212a.

14 Sec. 972. In addition to the funds appropriated in part 1,  
15 funds distributed by the Michigan gaming control board to the  
16 department of treasury for oversight of casino gaming are  
17 appropriated upon receipt. These funds may be used to pay for costs  
18 incurred for casino gaming oversight activities.

19 Sec. 973. (1) Funds appropriated in part 1 for local  
20 government programs may be used to provide assistance to a local  
21 revenue sharing board referenced in an agreement authorized by the  
22 Indian gaming regulatory act, Public Law 100-497, 102 Stat. 2467.

23 (2) A local revenue sharing board described in subsection (1)  
24 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to  
25 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231  
26 to 15.246.

27 (3) A county treasurer is authorized to receive and administer  
28 funds received for and on behalf of a local revenue sharing board.  
29 Funds appropriated in part 1 for local government programs may be

1 used to audit local revenue sharing board funds held by a county  
2 treasurer. This section does not limit the ability of local units  
3 of government to enter into agreements with federally recognized  
4 Indian tribes to provide financial assistance to local units of  
5 government or to jointly provide public services.

6 (4) The director of the department of state police and the  
7 executive director of the Michigan gaming control board are  
8 authorized to assist the local revenue sharing boards in  
9 determining allocations to be made to local public safety  
10 organizations.

11 (5) The department of treasury shall submit a report by  
12 September 30 to the senate and house of representatives standing  
13 committees on appropriations and the state budget director on the  
14 receipts and distribution of revenues by local revenue sharing  
15 boards.

16 Sec. 974. If revenues collected in the state services fee fund  
17 are less than the amounts appropriated from the fund, available  
18 revenues shall be used to fully fund the appropriation in part 1 of  
19 this act for casino gaming regulation activities before  
20 distributions are made to other state departments and agencies. If  
21 the remaining revenue in the fund is insufficient to fully fund  
22 appropriations to other state departments or agencies, the  
23 shortfall shall be distributed proportionally among those  
24 departments and agencies.

#### 25 26 **MICHIGAN STRATEGIC FUND**

27 Sec. 1001. (1) In addition to the funds appropriated in part  
28 1, there is appropriated an amount not to exceed \$10,000,000.00 for  
29 federal contingency funds. These funds are not available for

1 expenditure until they have been transferred to another line item  
2 in this bill under section 393(2) of the department of management  
3 and budget act, 1984 PA 431, MCL 18.1393.

4 (2) In addition to the funds appropriated in part 1, there is  
5 appropriated an amount not to exceed \$1,000,000.00 for state  
6 restricted contingency funds. These funds are not available for  
7 expenditure until they have been transferred to another line item  
8 in this bill under section 393(2) of the department of management  
9 and budget act, 1984 PA 431, MCL 18.1393.

10 (3) In addition to the funds appropriated in part 1, there is  
11 appropriated an amount not to exceed \$700,000.00 for private  
12 contingency funds. These funds are not available for expenditure  
13 until they have been transferred to another line item in this bill  
14 under section 393(2) of the department of management and budget  
15 act, 1984 PA 431, MCL 18.1393.

16 Sec. 1002. (1) The appropriation in part 1 to the fund for the  
17 upper hand training program is focused on skills businesses need to  
18 compete in the 21<sup>st</sup> century. The majority of the funding is  
19 intended to address needs for specific business sectors: life  
20 sciences; advanced automotive, manufacturing and materials  
21 technology; homeland security; alternative energy; and any other  
22 high technology business defined in public act 24 of 1995, as  
23 amended. The purpose of this program is to develop a specific  
24 skill, identified for a particular business that assists that  
25 company to compete in the global economy and to create or retain  
26 high-paying jobs for Michigan residents.

27 (2) Not more than \$800,000.00 of the total appropriation in  
28 part 1 may be expended for administrative costs by the fund. Not



1 more than 10% of the total grant award may be expended by a  
2 recipient for administration costs.

3 (3) No funds appropriated in part 1 to the fund for the upper  
4 hand training program grants may be expended for the training of  
5 permanent striker replacement workers, unless a strike exceeds 3  
6 years and good faith negotiations are ongoing.

7 (4) Of the total funds appropriated in part 1 for the upper  
8 hand training program grants, \$4,500,000.00 of the funds shall be  
9 awarded to community colleges or a consortium of community colleges  
10 and other eligible applicants pursuant to subsection (5). Remaining  
11 funds may be awarded to any of the entities listed in subsection  
12 (5), or businesses which create at least 100 new jobs at a single  
13 location in a period not to exceed two years from the date of the  
14 grant award.

15 (5) An applicant may be a school district, intermediate school  
16 district, community college, public or private nonprofit college or  
17 university, nonprofit organization whose primary purpose is to  
18 provide education programs or employment and training services or  
19 vocational rehabilitation programs or school-to-work transition  
20 programs, local workforce development board, the headquarters of a  
21 federal and state-sponsored manufacturing technology center, or a  
22 consortium consisting of any combination of school districts,  
23 intermediate school districts, community colleges, nonprofit  
24 organizations described in this subsection, or public or private  
25 nonprofit colleges or universities described in this subsection or  
26 businesses which meet the criteria set in subsection (4).

27 (6) On or before October 1, the fund shall publish proposed  
28 application criteria, instructions, and forms for use by eligible  
29 applicants. The fund shall provide at least a 2-week period for

1 public comment prior to finalization of the application criteria,  
2 instructions, and forms.

3 (7) The award process will include a simple notice of intent  
4 to be reviewed to see if the application merits further  
5 consideration. If so, a full application may be submitted.

6 Applications for all grants shall be submitted to the fund, and  
7 each application shall contain at least all of the following:

8 (a) The name, address, and total number of employees of each  
9 business organization whose employees are receiving job training.

10 (b) A description of the specific job skills that will be  
11 taught.

12 (c) A clear statement of the project's scope of activities and  
13 number of participants to be involved.

14 (d) A commitment to maintain participant records in a form and  
15 manner required by the fund.

16 (e) A budget which relates to the proposed activities and  
17 various program components.

18 (8) Priority in the fund's awarding of grants shall be based  
19 on the following criteria:

20 (a) Demonstrated need for the type of training offered.

21 (b) Creation and/or retention of high wage and high skilled  
22 level jobs within a predetermined time period. If the employer does  
23 not create or retain the number of jobs specified within the  
24 predetermined time period, the employer shall reimburse the state  
25 for the entire grant awarded under this program. The number of jobs  
26 created and retained will be verified by the employer via audit  
27 after the training is completed.

28 (c) Other criteria determined by the fund to be important.

1           (9) Participants in the upper hand training program shall be  
2 16 years or older and not enrolled and counted in membership in a  
3 school district, intermediate school district, or community  
4 college, or any other program funded with state funding. Any  
5 training provider that receives state appropriated funds shall not  
6 include in the enrollment data reported for determining state aid  
7 any student credit hours or student contact hours for a student who  
8 is a participant in the upper hand training program. Exclusions of  
9 these students is intended to avoid payment of state aid for the  
10 same individuals for whom training costs are paid for through the  
11 upper hand training program.

12           (10) A recipient of a grant under this section shall not  
13 charge tuition or fees to participants in the program funded by the  
14 upper hand training grant. However, a nonprofit organization may  
15 charge tuition or fees if the tuition plan or fees are recognized  
16 by the state and the nonprofit organization receives additional  
17 funding from other governmental or private funding sources for its  
18 programs.

19           (11) For training delivered to incumbent workers the employer  
20 receiving the benefit of the training shall provide a minimum of  
21 30% of the program costs in matching funds as necessitated by the  
22 program.

23           (12) Grant funds shall be expended on a cost reimbursement  
24 basis.

25           (13) A recipient of a grant under this section shall allow the  
26 fund or the agency's designee to audit all records related to the  
27 grant for all entities that receive money, either directly or  
28 indirectly through a contract, from the grant funds. A grant  
29 recipient or contractor shall reimburse the state for all

1 disallowances found in the audit. Costs disallowed under subsection  
2 (8)(b) based on the employer job creation and retention  
3 requirements are not the same as the training costs that are  
4 disallowed in this subsection.

5 (14) The fund shall provide to the state budget director and  
6 the fiscal agencies by November 1 of each year a report on the  
7 upper hand training program grants. The report shall provide this  
8 information for each grant or contract awarded during the preceding  
9 full fiscal year. The report shall contain all of the following:

10 (a) The amount and recipient of each grant or contract.

11 (b) The number of participants under each grant or contract  
12 and the number of new hires who are in training under the grant.

13 (c) The names, addresses, and total number of employees of all  
14 business organizations for whom training is or will be provided.

15 (d) The matching funds, if any, to be provided by a business  
16 organization.

17 (15) As a condition of receiving funds under part 1 of this  
18 bill, the fund shall not expend any of the upper hand training  
19 program funds to train any employee who is an officer of a  
20 corporation in a corporation employing more than 250 employees.

21 Sec. 1003. The Michigan growth capital fund shall be used to  
22 develop the technology business sector in Michigan. The Michigan  
23 growth capital fund will be used to encourage private and public  
24 investment in the technology business sector, and all of the  
25 following apply:

26 (a) An applicant must match state funds on a 1:1 basis.

27 (b) Eligible uses of the Michigan growth capital fund include  
28 investments in organizations and programs that promote the  
29 development of new industry sectors in Michigan; inducements to

1 attract additional venture capital funds to finance technology  
2 development; support organizations, initiatives, or events that  
3 promote entrepreneurship; provide match for university federal  
4 research grants; and support technology transfer and  
5 commercialization programs with universities and the private  
6 sector.

7 (c) The Michigan economic development corporation shall  
8 administer the Michigan growth capital fund.

9 (d) All funds received from repayment of loans, unused grants,  
10 revenues received from sales or cash flow participation agreements,  
11 guarantees, or any combination thereof or interest thereon,  
12 originally distributed as part of the Michigan growth capital fund,  
13 shall be received, held, and applied by the fund for the purposes  
14 described in this section.

15 (e) The Michigan economic development corporation shall  
16 provide an annual report on the status of the Michigan growth  
17 capital fund to the subcommittees, the fiscal agencies, and the  
18 state budget office by January 31.

19 Sec. 1004. Travel Michigan may establish and collect a fee to  
20 cover the cost of materials and processing of photographic prints,  
21 slides, videotapes, and travel product database information that  
22 are requested by the media and other segments of the public and  
23 private sectors. The fees collected shall be appropriated for all  
24 expenses necessary to purchase and distribute these photographic  
25 prints, slides, videotapes, and travel product database  
26 information. The funds are available for expenditure when they are  
27 received by the department of treasury.

28 Sec. 1005. Travel Michigan may receive and expend private  
29 revenue related to the use of the "Michigan Great Lakes. Great

1 Times.", "The Upper Hand", and "Pure Michigan" copyrighted slogans  
2 and images. This revenue may come from the direct licensing of the  
3 name and image or from the royalty payments from various  
4 merchandise sales. Revenue collected is appropriated for the  
5 marketing of the state as a travel destination. The funds are  
6 available for expenditure when they are received by the department  
7 of treasury.

8 Sec. 1006. The fund shall submit on February 15 to the  
9 subcommittees, state budget office, and the fiscal agencies a  
10 listing of all grants which have been awarded by the fund or by the  
11 Michigan economic development corporation from the funds  
12 appropriated in part 1. The list shall include all of the  
13 following:

14 (a) The name of the recipient.

15 (b) The amount awarded to the recipient.

16 (c) The purpose of the grant.

17 Sec. 1007. (1) The fund shall provide reports to the relevant  
18 subcommittees, the state budget director, and the fiscal agencies  
19 concerning the activities of the Michigan economic development  
20 corporation grants and investment programs financed from the fund  
21 using investment or Indian gaming revenues. The report shall  
22 provide a list of individual grants and loans made from the fund.  
23 The report shall include, but not be limited to, the following  
24 programs funded in part 1:

25 (a) Travel Michigan.

26 (b) Business attraction, retention, and growth.

27 (c) Business services.

28 (d) Community development block grants.

29 (e) Strategic fund administration.

1 (f) Renaissance zones.

2 (g) 21<sup>st</sup> Century investment program.

3 (h) Business and clean air ombudsman.

4 (i) Upper hand training grants.

5 (j) Any other programs of the fund.

6 (2) The reports in subsection (1) shall be submitted by  
7 January 15. The report for each program in subsection (1)(a)  
8 through (j) shall include details on the actual spending and number  
9 of FTEs for that program for the previous fiscal year.

10 Sec. 1008. As a condition of receiving funds under part 1, any  
11 interlocal agreement entered into by the fund shall include  
12 language which states that if a local unit of government has a  
13 contract or memorandum of understanding with a private economic  
14 development agency, the Michigan economic development corporation  
15 will work cooperatively with that private organization in that  
16 local area.

17 Sec. 1009. (1) Of the funds appropriated to the fund or  
18 through grants to the Michigan economic development corporation, no  
19 funds shall be expended for the purchase of options on land or the  
20 purchase of land unless at least 1 of the following conditions  
21 applies:

22 (a) The land is located in an economically distressed area.

23 (b) The land is obtained through a purchase or exercise of an  
24 option at the invitation of the local unit of government and local  
25 economic development agency.

26 (2) Consideration may be given to purchases where the proposed  
27 use of the land is consistent with a regional land use plan, will  
28 result in the redevelopment of an economically distressed area, can

1 be supported by existing infrastructure, and will not cause shifts  
2 in population away from the area's population centers.

3 (3) As used in this section, "economically distressed area"  
4 means an area in a city, village, or township that has been  
5 designated as blighted; a city, village, or township that shows  
6 negative population change from 1970 and a poverty rate and  
7 unemployment rate greater than the statewide average; or an area  
8 certified as a neighborhood enterprise zone.

9 Sec. 1010. The money appropriated in part 1 to the fund is  
10 subject to the condition that none is spent for premiums or  
11 advertising material involving personal effects or apparel  
12 including, but not limited to, T-shirts, hats, coffee mugs, or  
13 other promotional items, except travel Michigan.

14 Sec. 1011. (1) From the general fund/general purpose  
15 appropriations in part 1 to the fund and granted or transferred to  
16 the Michigan economic development corporation, any unexpended or  
17 unencumbered balance shall be disposed of in accordance with the  
18 requirements in the management and budget act, 1984 PA 431, MCL  
19 18.1101 to 18.1594, unless carryforward authorization has been  
20 otherwise provided for.

21 (2) Any encumbered funds shall be used for the same purposes  
22 for which funding was originally appropriated in this bill.

23 Sec. 1012. (1) As a condition of receiving funds under part 1,  
24 the fund shall ensure that the MEDC and the fund comply with all of  
25 the following:

26 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to  
27 15.246.

28 (b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.



1 (c) Annual audits of all financial records by the auditor  
2 general or his or her designee.

3 (d) All reports required by law to be submitted to the  
4 legislature.

5 (2) If the MEDC is unable for any reason to perform duties  
6 under this bill, the fund may exercise those duties.

7 Sec. 1013. As a condition for receiving the appropriations in  
8 part 1, any staff of the Michigan economic development corporation  
9 involved in private fund-raising activities shall not be party to  
10 any decisions regarding the awarding of grants or tax abatements  
11 from the fund, the Michigan economic development corporation, or  
12 the Michigan economic growth authority.

13 Sec. 1014. (1) The funding appropriated in part 1 of 2000 PA  
14 291 for the Michigan core communities fund may be used to create an  
15 urban revitalization infrastructure program in the fund for  
16 economic development awards to create new jobs or contribute to  
17 redevelopment and encourage private investment in core communities.

18 (2) Awards may be provided to qualified local governmental  
19 units as defined in the obsolete property rehabilitation act, 2000  
20 PA 146, MCL 125.2781 to 125.2797, or certified technology parks, as  
21 defined in the local development financing act, 1986 PA 281, MCL  
22 125.2151 to 125.2174.

23 (3) Awards can be used for land and property acquisition and  
24 assembly, demolition, site development, utility modifications and  
25 improvements, street and road improvements, telecommunication  
26 infrastructure, site location and relocation, infrastructure  
27 improvements, and any other costs related to the successful  
28 development and implementation of core community or certified

1 technology park projects, at the discretion of the Michigan  
2 economic development corporation.

3 (4) Funding may be provided in the form of loans, grants,  
4 sales or cash flow participation agreements, guarantees, or any  
5 combination of these. A cash match of at least 10%, or local  
6 repayment guarantee with a dedicated funding source, is required.  
7 Priority shall be given to projects which are integrated with  
8 existing economic development programs, and to projects in  
9 proportion to the amount that local matching rates exceed 10%.

10 (5) The Michigan economic development corporation shall have  
11 all administrative responsibility for the Michigan core communities  
12 fund and shall establish application and application scoring  
13 criteria and approve awards. The Michigan economic development  
14 corporation may utilize up to 1/2 of 1% of the fund for  
15 administrative purposes.

16 (6) Funds will be awarded through an open competitive process  
17 based on criteria including the following: project impact, project  
18 marketability, lack of adequate infrastructure or land assembly  
19 financing sources, local administrative capacity, and the level of  
20 local matching funds. Awardees shall agree to expedite the local  
21 development process, such as fast-track permitting procedures,  
22 streamlined regulatory requirements, standardized construction and  
23 building codes, and the use of competitive construction permitting  
24 fees.

25 (7) No single applicant shall be awarded more than  
26 \$10,000,000.00 per project.

27 (8) Fifteen days prior to the award of the funds, notification  
28 shall be provided to the speaker of the house of representatives,  
29 the senate majority leader, the members of the house and senate

1 appropriations committees, the fiscal agencies, and the state  
2 budget director.

3 (9) Funds shall not be awarded for any of the following  
4 purposes:

5 (a) Land sited for use as, or support for, a gaming facility.

6 (b) Land or other facilities owned or operated by a gaming  
7 facility.

8 (c) Publicly owned land or facilities which may directly or  
9 indirectly support a gaming facility.

10 (10) All funds received from repayment of loans, unused  
11 grants, revenues received from sales or cash flow participation  
12 agreements, guarantees, or any combination thereof or interest  
13 thereon, originally distributed as part of the core communities  
14 fund, shall be received, held, and applied by the fund for the  
15 purposes described in this part.

16 (11) The fund shall provide an annual report on the status of  
17 this fund. The report shall be provided to the subcommittees, the  
18 fiscal agencies, and the state budget office by January 31.

19 Sec. 1020. Federal pass-through funds to local institutions  
20 and governments that are received in amounts in addition to those  
21 included in part 1 and that do not require additional state  
22 matching funds are appropriated for the purposes intended. The fund  
23 may carry forward into the succeeding fiscal year unexpended  
24 federal pass-through funds to local institutions and governments  
25 that do not require additional state matching funds.

26 Sec. 1021. (1) From the funds appropriated in part 1 for the  
27 Michigan promotion program, \$10,000,000.00 shall be used to  
28 accelerate efforts to promote the State's tourism industry and  
29 business marketing activities.

(2) the funds are considered work project appropriations and any unencumbered or unallotted funds at year-end shall be carried forward into the succeeding fiscal year. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the funding is to promote the State's tourism industry and business marketing activities.

(b) The project shall be accomplished by contract or employees employed by the Michigan strategic fund or the Michigan economic development corporation.

(c) The total estimated cost of the project is \$10,000,000.00.

(d) The expected completion date is September 30, 2010.

#### **REVENUE STATEMENT**

Sec. 1101. Pursuant to section 18 of article V of the state constitution of 1963, fund balances and estimates are presented in the following statement:

#### **BUDGET RECOMMENDATIONS BY OPERATING FUNDS**

(Amounts in millions)

Fiscal Year 2007-2008

			Beginning		
		Fund	Unreserved		
		Fund	Estimated	Ending	
		Balance	Revenue	Balance	
OPERATING FUNDS					
General fund/general purpose	0110	2.1	9,657.1	46.2	
General fund/special purpose		516.6	15,600.2	1,197.0	
Special Revenue Funds:					

1	Countercyclical budget and				
2	economic stabilization	0111	2.1	0.0	2.2
3	Game and fish protection	0112	22.5	63.2	0.0
4	Michigan employment security act				
5	administration	0113	0.0	14.0	8.6
6	State aeronautics	0114	1.7	181.4	0.3
7	Michigan veterans' benefit				
8	trust	0115	0.0	5.0	0.0
9	State trunkline	0116	0.0	2,074.5	0.0
10	Michigan state waterways	0117	0.8	26.1	1.3
11	Blue Water Bridge	0118	0.0	15.7	0.0
12	Michigan transportation	0119	0.0	2,002.6	0.0
13	Comprehensive transportation	0120	0.0	320.9	0.0
14	School aid	0122	0.0	13,431.9	0.0
15	Marine safety	0123	0.1	5.3	0.0
16	Game and fish protection trust	0124	6.6	12.0	6.0
17	State park improvement	0125	1.3	40.8	0.0
18	Forest development	0126	0.0	27.3	0.0
19	Michigan civilian conservation				
20	corps endowment	0128	0.1	0.7	0.0
21	Michigan natural resources				
22	trust	0129	33.6	53.2	37.4
23	Michigan state parks endowment	0130	8.8	16.6	6.7
24	Safety education and training	0131	2.1	7.0	1.1
25	Bottle deposit	0136	0.0	15.1	0.0
26	State construction code	0138	2.9	12.7	0.0
27	Children's trust	0139	1.8	3.8	2.2
28	State casino gaming	0140	12.5	32.8	0.0
29	Homeowner construction lien				

1	recovery	0141	2.9	0.6	1.8
2	Michigan nongame fish and				
3	wildlife	0143	0.2	0.6	0.0
4	Michigan merit award trust	0154	0.0	289.1	0.1
5	TOTALS		\$618.7	\$43,910.2	\$1,311.0
6					